

EXHIBIT 16



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**Idaho Drug Acquisition
Cost Study**

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Introduction

We were asked to estimate the acquisition cost of prescription drugs in the state of Idaho for the purpose of assisting the Medicaid program to set an estimated acquisition cost (EAC) discount to use in its pharmacy program. The state reimburses the ingredient cost of multiple source drugs with a "Federal Upper Limit" (FUL) at the upper limit. Brand name drugs from 18 manufacturers are reimbursed at the manufacturer's listed "direct price," and ingredient cost for all other drugs currently follows "average wholesale price" (AWP). Recent studies, including those performed by Myers and Stauffer in other states, have shown that pharmacies typically are able to purchase drugs at prices which are significantly below AWP. In addition to payment for ingredient cost, the state's reimbursement formula includes a profession dispensing fee allowance.

Our study of the estimated acquisition cost for drugs dispensed to Medicaid recipients in Idaho utilizes invoice data collected by Myers and Stauffer earlier this year during pharmacy engagements conducted for the states of Arkansas and Kentucky. This invoice data was then weighted to Idaho Medicaid utilization and merged with a drug pricing file containing AWP and MAC (federal upper limit or maximum allowable cost) provided by the state of Idaho.

Tables were produced comparing actual purchase price to AWP for the identified sample of non-FUL drug products. This analysis yielded an average actual acquisition cost of 83.5% when weighted by Idaho Medicaid volume. The unweighted average was 83.3% with a standard deviation of the sample being 2.7%. This allows a 95% confidence interval for the estimated acquisition cost to be constructed with an upper limit of 88.5%. This analysis yields strong support that the Medicaid program can discount reimbursement for the ingredient cost of non-FUL drugs at least 11.5% and still fully cover pharmacies' costs to acquire the drugs.

Methodology

We randomly selected 75 pharmacies that had participated in dispensing cost surveys in Kentucky and Arkansas to participate in the acquisition cost surveys. Medicaid agencies sent a letter to the selected pharmacies requesting them to copy drug purchase invoices covering a one-month period. One half of the pharmacies were asked to send invoices from May 1997 and the other half, from November 1997. The pharmacy providers were requested to submit invoices for drug purchases from both wholesalers and manufacturers. Not all providers submitted invoices for direct purchases from manufacturers. It is not known whether direct purchases were not made during the sample month, whether the provider does not purchase directly from manufacturers, or whether the provider simply did not submit them.

Invoices were received from 52 pharmacies, eight of which were regional and national chain pharmacies. There was no significant difference between the acquisition cost of drugs for chains and independents shown by the invoice data. However, based on our experience and discussions with various chain organizations and the larger independent pharmacies, some chain pharmacies are known to receive rebates on their drug purchases. It is our belief that the results of the acquisition cost study overstate true drug acquisition costs for some pharmacies due to

availability of manufacturer rebates for high volume purchasers. These rebate amounts are not captured on the wholesaler invoices we collected and reviewed. In addition, some chain pharmacies have vertically integrated their distribution network with ownership at the wholesaler level which further limits access to true drug acquisition costs.

The drug purchase date on the invoices received was entered into our database. Drug name, strength, package size, number of units purchased, extended price paid, and NDC number, if available, from the invoices was entered into our database.

We received data from Idaho's fiscal agent, EDS, which identified the Medicaid agency's drug volume by dollars and units reimbursed. The drug purchases on the invoices were computer matched by NDC number to the listing of drugs provided by the state of Idaho. Since many invoices did not reflect NDC numbers, our staff matched high volume invoice drugs by description. Another limitation was that a large number of the invoices did not match the EAC drug listing because of differing package size or drug strength. Of the 9,914 drugs identified in the EDS file, 379 drugs matched both pricing and invoice files. Of these, 196 drugs were not subject to FUL pricing. Fortunately, the reimbursement volume of these 196 drugs constitutes approximately 58% of total non-FUL drug reimbursement in Idaho.

Exhibit A, "Idaho Weighted EAC Discounts" lists all invoice drugs which were matched from the state's drug list. After the unit Actual Acquisition Cost (AAC) of each drug was calculated, AAC as a percent of the AWP used for Idaho reimbursement rate was calculated.

Findings

The invoice drug purchases were separated into categories of wholesale and direct purchases as these two groups have distinct characteristics. The unweighted mean discount from AWP for all non-FUL drugs purchased from wholesalers was 17.0% and the unweighted mean discount from AWP for all non-FUL drugs purchased was 17.0%.

Our invoice data showed only a small number of direct purchases in both Kentucky and Arkansas and that no drug products purchased primarily on this basis. This may not be true in Idaho. Merging invoice data from Kentucky and Arkansas with utilization from Idaho, we found only 54 direct purchases out of approximately 5,900 purchases of non-FUL drugs included on the state's drug listing. The unweighted mean discount from AWP for direct purchases was 21.4%. The acquisition cost of drugs purchased direct as a percent of AWP ranged from 51% to 83% for non-FUL drugs and 9% to 42% for FUL drugs.

We have calculated the actual acquisition cost of multi-source drugs for which there is a FUL price as a percentage of AWP and as a percentage of FUL prices. The average discount from AWP for these multi-source drugs is 65% when weighted by Idaho Medicaid volume. The average discount from FUL prices is 40% for all multi-sources drugs for which there is a FUL price when weighted by Idaho Medicaid volume. The drug acquisition cost as a percent of FUL

prices ranges from 15% to 310% of the FUL prices; therefore we do not recommend a reimbursement based on a percent of FUL pricing.

Of most significance is the discount from AWP for non-FUL drugs when weighted by Idaho Medicaid volume. As summarized in Exhibit B, acquisition cost averages to 83.5% of AWP. For this analysis we excluded any purchases which were calculated to be over 100% of AWP as our experience indicates such findings represent errors in the data. Similarly, we excluded purchases which were less than 70% of AWP as being outliers not representative of typical drug purchases. These exclusions had only a small impact on the average and have the effect of making the analysis more conservative (inclusion of the drug purchases below 70% of AWP yielded an average acquisition cost of 79% for non-FUL drugs.) As shown in the Exhibit, using the mean and standard deviation of the actual acquisition costs, a 95% confidence interval can be constructed with a lower bound of 78.1% and an upper bound of 88.5%.

Recommendations

To summarize, our analysis found that there is a 95% probability that the average acquisition cost for any sample of non-FUL drug products will be between 78.1% and 88.5% of AWP; i.e., for an individual pharmacy filling any mixture of prescriptions for Medicaid recipients, the pharmacy's acquisition cost for non-FUL drugs will average between 78.1% and 88.5% of AWP. For the market basket of 379 frequently dispensed drugs for Idaho Medicaid recipients, the weighted average acquisition cost for non-FUL drugs was 83.5%.

These findings indicate that a pharmacy reimbursement formula based on AWP less 11% would cover the acquisition costs of all Idaho pharmacies, and provide a margin of 0.5% to 11% of AWP. The most likely margin would be about 5.7% of AWP (equal to a margin of 6.4% on ingredient cost revenue). A reasonable pharmacy reimbursement formula for brand drugs might be as follows:

$$\begin{array}{rclcl} \text{Dispensing Fee at} & & \text{EAC at} & & \text{Margin at} \\ \text{Actual Cost} & + & \text{AWP less 16.5\%} & + & \text{5.5\% of AWP} \end{array}$$

Expressed as a dispensing fee plus ingredient cost formula, the EAC plus margin allowance in above formula is equivalent to ingredient cost reimbursement at AWP less 11%. Our analysis of As shown in Exhibit C, of the 42 states which reimburse using a discount from AWP, 36 of these states use discounts in the range of 9% to 12% with a 10% discount being the most common.

We have prepared a fiscal impact model to estimate the budgetary impact of various levels of acquisition cost discounting, assuming no change in the current dispensing fee. Exhibit D shows the estimated effect of 8%, 10%, 11%, 12% and 15% EAC discounts. Because EAC discounts would only apply to the ingredient cost of non-FUL drugs and not to the dispensing fee or ingredient cost of FUL drugs, the reduction in the total amount paid by the program will be 75% to 80% of the EAC discount. For example, the model estimates a 7.6% reduction in total

payments when using a 10% EAC discount.

The savings calculated in the impact model may be overstated due to the fact that pharmacy claims are paid at the lesser of the formula payment or the usual and customary charge of the pharmacy. This determination is done on a claim by claim basis and it is not possible to model the exact effect of an EAC discount using only the summary utilization information for each drug. A sample of 97 high volume drugs revealed that the average ingredient cost reimbursed by the state was 5.6% below AWP presumably due to the application of the lesser of formula payment or charges algorithm. The use of an EAC discount will produce additional savings to the program on claims where the pharmacy's usual and customary charge is less than the reduced formula payment.

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

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- * All Stores
 * Non-MAC Drugs Only
 * AAC % of AWP >= 70.00
 * AAC % of AWP <= 100.01

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00002411760	ZYPREXA 10MG TABLET	35,558	6.49842	231,070.82	7.74000	275,218.92	10/01/1996	83.96
00002411760	ZYPREXA 10MG TABLET	35,558	6.69661	238,118.06	7.97250	283,486.16	06/05/1997	84.00
00002513648	LORABID	27,550	0.33771	9,303.91	0.39111	10,775.08	12/03/1996	86.35
00002821501	HUMULIN R	17,496	1.66678	29,161.98	1.98400	34,712.06	01/08/1997	84.01
00002831501	HUMULIN N 100U/ML VIAL	33,708	1.67425	56,435.62	1.98400	66,876.67	01/08/1997	84.39
00002871501	HUMULIN 70/30	17,640	1.67414	29,531.83	1.98400	34,997.76	01/08/1997	84.38
00003517805	PRAVACHOL	10,053	1.73133	17,405.06	2.06193	20,728.58	08/03/1993	83.97
00003517805	PRAVACHOL	10,053	1.69386	17,028.37	2.06188	20,728.08	03/17/1997	82.15
00004005801	KLONOPIN	10,423	0.75958	7,917.10	0.91477	9,534.65	10/09/1996	83.04
00004006801	KLONOPIN 0.5MG TABLET	9,505	0.65682	6,243.07	0.80200	7,623.01	10/09/1996	81.90
00004196401	ROCEPHIN 1GM VIAL	781	31.45800	24,568.70	37.5996	29,365.29	10/30/1997	83.67
00005389840	SUPRAX 100MG/5ML SUSPENSIO	34,050	0.51655	17,588.53	0.63775	21,715.39	12/03/1996	81.00
00006001468	VASOTEC	4,799	0.64517	3,096.17	0.77166	3,703.20	06/01/1996	83.61
00006001468	VASOTEC	4,799	0.64197	3,080.81	0.80177	3,847.69	05/30/1997	80.07
00006071268	VASOTEC	15,123	0.81215	12,282.14	0.98033	14,825.53	06/01/1996	82.84
00006071268	VASOTEC	15,123	0.81587	12,338.40	1.01866	15,405.20	05/30/1997	80.09
00006071368	VASOTEC	16,055	0.84727	13,602.92	1.02933	16,525.89	06/01/1996	82.31
00006071368	VASOTEC	16,055	0.85595	13,742.28	1.06955	17,171.63	05/30/1997	80.03
00006071468	VASOTEC	8,899	1.21130	10,779.36	1.46433	13,031.07	06/01/1996	82.72
00006071468	VASOTEC	8,899	1.21462	10,808.90	1.52155	13,540.27	05/30/1997	79.83
00006073161	MEVACOR	12,521	1.83281	22,948.61	2.24977	28,169.37	01/01/1997	81.47
00006073561	ZOCOR	7,824	1.67001	13,066.16	2.02877	15,873.10	01/01/1997	82.32
00006074061	ZOCOR	12,722	2.89217	36,794.19	3.53900	45,023.16	01/05/1996	81.72
00006093658	FOSAMAX 10MG TABLET	17,845	1.50381	26,835.49	1.78500	31,853.33	04/15/1997	84.25
00006095258	COZAAR 50MG TABLET	22,352	0.94691	21,165.33	1.17000	26,151.84	02/01/1997	80.93
00006096328	PEPCID	6,214	1.24742	7,751.47	1.68333	10,460.21	03/01/1997	74.10
00006096328	PEPCID	6,214	1.24930	7,763.15	1.51500	9,414.21	05/30/1997	82.46

* All Stores

* Non-MAC Drugs Only

* AAC % of AWP >= 70.00

* AAC % of AWP <= 100.01

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00006096331	PEPCID	10,119	1.33039	13,462.22	1.65333	16,730.05	03/01/1997	80.47
00006096358	PEPCID	59,371	1.34543	79,879.52	1.65333	98,159.86	03/01/1997	81.38
00007401020	ESKALITH CR 450MG TABLET	54,700	0.31854	17,424.14	0.39300	21,497.10	12/31/1996	81.05
00008002702	PHENERGAN	1,600	0.28417	454.67	0.35066	561.06	12/03/1996	81.04
00008021201	PHENERGAN 25MG SUPPOSITORY	2,400	2.28180	5,476.32	2.82400	6,777.60	12/03/1996	80.80
00008021201	PHENERGAN 25MG SUPPOSITORY	2,400	2.36908	5,685.79	2.97600	7,142.40	08/31/1997	79.61
00008049801	PHENERGAN	1,284	1.98365	2,547.01	2.46144	3,160.49	12/03/1996	80.59
00008049801	PHENERGAN	1,284	2.06679	2,653.76	2.59477	3,331.68	08/31/1997	79.65
00008070401	EFFEXOR 75MG TABLET	62,149	0.92230	57,320.02	1.14762	71,323.44	12/03/1996	80.37
00008078101	EFFEXOR 37.5MG TABLET	27,793	0.84945	23,608.76	1.05100	29,210.44	12/03/1996	80.82
00008253601	TRIPHASIL-28	11,648	0.76150	8,869.95	0.93066	10,840.33	09/08/1995	81.82
00009344901	GLYNASE	5,762	0.77433	4,461.69	0.92500	5,329.85	01/03/1997	83.71
00009344901	GLYNASE	5,762	0.73630	4,242.56	1.00822	5,809.36	09/16/1997	73.03
00025138131	DAYPRO	26,904	1.11517	30,002.53	1.31055	35,259.04	11/15/1996	85.09
00025138131	DAYPRO	26,904	1.13788	30,613.52	1.37600	37,019.90	11/17/1997	82.69
00025540131	AMBIEN	9,837	1.23740	12,172.30	1.43700	14,135.77	11/15/1996	86.11
00025540131	AMBIEN	9,837	1.26595	12,453.15	1.51600	14,912.89	11/17/1997	83.51
00025542131	AMBIEN 10MG TABLET	21,318	1.48962	31,755.72	1.76760	37,681.70	11/15/1996	84.27
00025542131	AMBIEN 10MG TABLET	21,318	1.59597	34,022.89	1.86480	39,753.81	11/17/1997	85.58
00026851251	CIPRO	6,171	2.60376	16,067.80	3.03722	18,742.68	02/03/1997	85.73
00026851351	CIPRO 500MG TABLET	23,791	3.05742	72,739.08	3.62355	86,207.88	02/03/1997	84.38
00026884151	ADALAT CC	7,273	0.77843	5,661.52	0.95511	6,946.52	02/03/1997	81.50
00029152522	BACTROBAN	7,503	0.90851	6,816.55	1.10000	8,253.30	11/27/1996	82.59
00029152522	BACTROBAN	7,503	0.93480	7,013.80	1.15666	8,678.42	10/29/1997	80.82
00029152525	BACTROBAN	10,838	0.85604	9,277.76	1.03833	11,253.42	11/27/1996	82.44
00029152525	BACTROBAN	10,838	0.86893	9,417.46	1.09000	11,813.42	10/29/1997	79.72
00029321013	PAXIL 10MG TABLET	10,017	1.67485	16,776.97	1.97833	19,816.93	11/27/1996	84.66

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

* All Stores

* Non-MAC Drugs Only

* AAC % of AWP >= 70.00

* AAC % of AWP <= 100.01

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00029321013	PAXIL 10MG TABLET	10,017	1.74067	17,436.29	2.05500	20,584.94	10/29/1997	84.70
00029321113	PAXIL	3,274	1.75208	5,736.31	2.06500	6,760.81	11/27/1996	84.85
00029321113	PAXIL	3,274	1.78367	5,839.74	2.14500	7,022.73	10/29/1997	83.15
00029321120	PAXIL 20MG TABLET	53,662	1.79020	96,065.71	2.06400	110,758.37	11/27/1996	86.73
00029321120	PAXIL 20MG TABLET	53,662	1.79234	96,180.55	2.14455	115,080.84	10/29/1997	83.58
00029321213	PAXIL 30MG TABLET	11,210	1.79548	20,127.33	2.12500	23,821.25	11/27/1996	84.49
00029321213	PAXIL 30MG TABLET	11,210	1.85595	20,805.20	2.20833	24,755.38	10/29/1997	84.04
00029485120	RELAFEN	39,901	0.91384	36,463.13	1.11100	44,330.01	11/27/1996	82.25
00029485120	RELAFEN	39,901	0.92805	37,030.12	1.15455	46,067.70	10/29/1997	80.38
00029608012	AUGMENTIN	6,629	2.53442	16,800.67	3.05500	20,251.60	11/27/1996	82.96
00029608012	AUGMENTIN	6,629	2.62089	17,373.88	3.23755	21,461.72	10/29/1997	80.95
00029608522	AUGMENTIN	22,150	0.17132	3,794.74	0.21333	4,725.26	10/29/1997	80.31
00029608612	AUGMENTIN 875-125 TABLET	9,874	3.49157	34,475.76	4.32250	42,680.37	02/07/1996	80.78
00029608751	AUGMENTIN 200-28.5 SUSPEN	69,435	0.24182	16,790.77	0.29800	20,691.63	11/27/1996	81.15
00029609022	AUGMENTIN 250-62.5 SUSPEN	19,698	0.31648	6,234.02	0.38366	7,557.33	11/27/1996	82.49
00029609022	AUGMENTIN 250-62.5 SUSPEN	19,698	0.32847	6,470.20	0.40666	8,010.39	10/29/1997	80.77
00029609251	AUGMENTIN 400-57 SUSPEN	26,963	0.46041	12,414.03	0.56750	15,301.50	11/27/1996	81.13
00029609251	AUGMENTIN 400-57 SUSPEN	26,963	0.47730	12,869.44	0.58950	15,894.69	10/29/1997	80.97
00032420501	LUVOX 50MG TABLET	8,520	1.75730	14,972.20	2.16950	18,484.14	02/18/1997	81.00
00032420501	LUVOX 50MG TABLET	8,520	1.79150	15,263.58	2.21290	18,853.91	08/20/1997	80.96
00039007810	TRENTAL	13,622	0.52799	7,192.28	0.61622	8,394.15	12/03/1996	85.68
00039007811	TRENTAL	3,066	0.52190	1,600.15	0.64322	1,972.11	12/03/1996	81.14
00045065960	ULTRAM	98,740	0.56355	55,644.93	0.64766	63,949.95	02/19/1997	87.01
00045065960	ULTRAM	98,740	0.57047	56,328.21	0.67955	67,098.77	09/18/1997	83.95
00046086681	PREMARIN	14,527	0.50324	7,310.57	0.61700	8,963.16	12/03/1996	81.56
00046086681	PREMARIN	14,527	0.50377	7,318.27	0.64411	9,356.99	08/31/1997	78.21
00046086691	PREMARIN 1.25MG TABLET	12,754	0.47842	6,101.77	0.59488	7,587.10	12/03/1996	80.42

* All Stores

* Non-MAC Drugs Only

* AAC % of AWP >= 70.00

* AAC % of AWP <= 100.01

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

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NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00046086691	PREMARIN 1.25MG TABLET	12,754	0.49176	6,271.91	0.62111	7,921.64	08/31/1997	79.17
00046086781	PREMARIN 0.625MG TABLET	26,701	0.38114	10,176.82	0.45100	12,042.15	12/03/1996	84.51
00046086781	PREMARIN 0.625MG TABLET	26,701	0.36488	9,742.66	0.47088	12,572.97	08/31/1997	77.49
00046086791	PREMARIN	29,232	0.35069	10,251.37	0.43455	12,702.77	12/03/1996	80.70
00046086791	PREMARIN	29,232	0.36617	10,703.88	0.45366	13,261.39	08/31/1997	80.71
00046087502	PREMPRO	13,110	0.58126	7,620.32	0.68588	8,991.89	12/03/1996	84.75
00046087502	PREMPRO	13,110	0.57433	7,529.47	0.71611	9,388.20	08/31/1997	80.20
00048104003	SYNTHROID	14,526	0.18480	2,684.40	0.21722	3,155.34	02/20/1997	85.07
00048104003	SYNTHROID	14,526	0.16557	2,405.07	0.22680	3,294.50	11/27/1997	73.00
00048105003	SYNTHROID 75MCG TABLET	14,840	0.20301	3,012.67	0.24000	3,561.60	02/20/1997	84.59
00048105003	SYNTHROID 75MCG TABLET	14,840	0.18923	2,808.17	0.25080	3,721.87	11/27/1997	75.45
00048107003	SYNTHROID	9,343	0.19430	1,815.34	0.24600	2,298.38	02/20/1997	78.98
00048107003	SYNTHROID	9,343	0.20790	1,942.41	0.25680	2,399.28	11/27/1997	80.96
00048107005	SYNTHROID	40,156	0.18231	7,320.84	0.20877	8,383.37	02/20/1997	87.33
00048109003	SYNTHROID 150MCG TABLET	14,848	0.23098	3,429.59	0.29577	4,391.59	02/20/1997	78.09
00048113003	SYNTHROID	11,520	0.24816	2,858.80	0.28800	3,317.76	02/20/1997	86.17
00048113003	SYNTHROID	11,520	0.22817	2,628.52	0.30060	3,462.91	11/27/1997	75.90
00049155066	GLUCOTROL XL	28,720	0.26632	7,648.71	0.32688	9,387.99	01/07/1997	81.47
00049156066	GLUCOTROL XL	30,522	0.53099	16,206.88	0.64711	19,751.09	01/07/1997	82.06
00049350079	DIFLUCAN	1,399	8.91196	12,467.83	10.9438	15,310.33	01/07/1997	81.43
00049490041	ZOLOFT	9,403	1.70660	16,047.16	2.15555	20,268.64	01/07/1997	79.17
00049490066	ZOLOFT	72,441	1.74672	126,534.14	2.15555	156,150.20	01/07/1997	81.03
00049491066	ZOLOFT 100MG TABLET	98,702	1.80762	178,415.71	2.21788	218,909.19	01/07/1997	81.50
00056017070	COUMADIN	19,164	0.50930	9,760.23	0.58977	11,302.35	04/01/1997	86.36
00056017270	COUMADIN	33,352	0.52506	17,511.80	0.61677	20,570.51	04/01/1997	85.13
00056017670	COUMADIN	18,385	0.51983	9,557.07	0.60844	11,186.17	04/01/1997	85.44
00056052168	SINEMET CR 50/200 TABLET S	14,579	1.27898	18,646.25	1.58562	23,116.75	04/01/1997	80.66

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

* All Stores

* Non-MAC Drugs Only

* AAC % of AWP >= 70.00

* AAC % of AWP <= 100.01

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00062178115	ORTHO-NOVUM	4,172	0.80307	3,350.41	0.89888	3,750.13	10/19/1996	89.34
00062178115	ORTHO-NOVUM	4,172	0.80189	3,345.49	0.93933	3,918.88	07/03/1997	85.37
00062535001	TERAZOL 7	9,791	0.48964	4,794.07	0.55600	5,443.80	01/09/1997	88.06
00062535001	TERAZOL 7	9,791	0.49078	4,805.23	0.58266	5,704.82	09/18/1997	84.23
00069153066	NORVASC	19,068	1.01494	19,352.88	1.25655	23,959.90	01/07/1997	80.77
00069154066	NORVASC	6,446	1.62276	10,460.31	2.17444	14,016.44	01/07/1997	74.63
00069265066	PROCARDIA XL 30MG TABLET S	14,103	1.05749	14,913.78	1.31311	18,518.79	01/07/1997	80.53
00069265072	PROCARDIA XL 30MG TABLET S	9,608	1.04997	10,088.11	1.28688	12,364.34	01/07/1997	81.59
00069266066	PROCARDIA XL	12,546	1.87934	23,578.20	2.27233	28,508.65	01/07/1997	82.71
00069267066	PROCARDIA XL	4,639	2.13283	9,894.20	2.62177	12,162.39	01/07/1997	81.35
00069305034	ZITHROMAX	960	5.09296	4,889.24	6.21922	5,970.45	01/07/1997	81.89
00069305050	ZITHROMAX	1,771	4.98240	8,823.83	6.21866	11,013.25	01/07/1997	80.12
00069311019	ZITHROMAX 100MG/5ML SUSP	22,833	1.43173	32,690.69	1.75511	40,074.43	01/07/1997	81.57
00069312019	ZITHROMAX	17,415	1.43807	25,043.99	1.75511	30,565.24	01/07/1997	81.94
00069551066	ZYRTEC	30,989	1.43850	44,577.68	1.76511	54,698.99	03/01/1997	81.50
00071000724	DILANTIN 50MG INFATAB	50,313	0.18763	9,440.23	0.22333	11,236.40	02/28/1997	84.01
00071036224	DILANTIN	243,963	0.20900	50,988.27	0.24955	60,880.97	02/28/1997	83.75
00071053223	ACCUPRIL 20MG TABLET	20,294	0.80114	16,258.34	0.94988	19,276.86	02/28/1997	84.34
00071057013	NITROSTAT	16,111	0.14942	2,407.31	0.17466	2,813.95	02/28/1997	85.55
00071057024	NITROSTAT 0.4MG TABLET SL	22,863	0.06679	1,527.02	0.07700	1,760.45	02/28/1997	86.74
00071080524	NEURONTIN 300MG CAPSULE	120,039	0.87715	105,292.21	1.03200	123,880.25	02/28/1997	85.00
00071080624	NEURONTIN 400MG CAPSULE	51,348	1.04601	53,710.52	1.23840	63,589.36	02/28/1997	84.46
00071221420	DILANTIN 125MG/5ML SUSP	103,154	0.11217	11,570.78	0.13666	14,097.03	02/28/1997	82.08
00074258660	BIAXIN	24,285	2.65216	64,407.71	3.25966	79,160.84	08/22/1996	81.36
00074316313	BIAXIN	17,215	0.23826	4,101.65	0.27877	4,799.03	01/16/1997	85.47
00074316313	BIAXIN	17,215	0.23122	3,980.45	0.28711	4,942.60	10/02/1997	80.53
00074318813	BIAXIN	11,110	0.43703	4,855.40	0.53111	5,900.63	01/16/1997	82.29

* All Stores

* Non-MAC Drugs Only

* AAC % of AWP >= 70.00

* AAC % of AWP <= 100.01

IDAHO WEIGHTED EAC DISCOUNTS

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Myers and Stauffer LC

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00074318813	BIAXIN	11,110	0.44630	4,958.39	0.54711	6,078.39	10/02/1997	81.57
00074336860	BIAXIN 250MG TABLET	3,517	2.66644	9,377.87	3.25966	11,464.22	08/22/1996	81.80
00074605713	CYLERT 37.5MG TABLET	20,521	1.03010	21,138.68	1.26741	26,008.52	11/06/1996	81.28
00074611413	DEPAKOTE 125MG SPRINKLE CA	55,952	0.27751	15,527.24	0.34318	19,201.61	04/03/1997	80.86
00074611413	DEPAKOTE 125MG SPRINKLE CA	55,952	0.27860	15,588.23	0.35007	19,587.12	09/19/1997	79.58
00074621413	DEPAKOTE	84,687	0.56512	47,858.32	0.67033	56,768.24	04/03/1997	84.30
00074621413	DEPAKOTE	84,687	0.55253	46,792.11	0.68377	57,906.43	09/19/1997	80.81
00074621513	DEPAKOTE	69,961	1.04508	73,114.84	1.23633	86,494.88	04/03/1997	84.53
00074621513	DEPAKOTE	69,961	1.01757	71,190.21	1.26100	88,220.82	09/19/1997	80.70
00075006037	AZMACORT	13,245	1.96430	26,017.15	2.36755	31,358.20	12/09/1996	82.97
00075006037	AZMACORT	13,245	1.97708	26,186.42	2.46255	32,616.47	10/01/1997	80.29
00075025200	DILACOR XR	2,665	1.06658	2,842.44	1.32666	3,535.55	01/01/1997	80.40
00075025200	DILACOR XR	2,665	1.05735	2,817.84	1.27355	3,394.01	07/01/1997	83.02
00075150543	NASACORT	3,737	3.31356	12,382.77	4.07377	15,223.68	01/01/1997	81.34
00078012705	CLOZARIL 100MG TABLET	60,709	2.97701	180,731.30	3.52255	213,850.49	01/31/1997	84.51
00078017605	LESCOL	8,059	1.02564	8,265.63	1.21800	9,815.86	06/05/1996	84.21
00081024256	LANOXIN	8,761	0.16760	1,468.34	0.19588	1,716.10	07/17/1996	85.56
00081024275	LANOXIN 0.125MG TABLET	6,560	0.09185	602.54	0.10777	706.97	07/17/1996	85.23
00081024955	LANOXIN	2,177	0.12280	267.34	0.14033	305.50	07/17/1996	87.51
00081078201	NIX	3,337	0.10788	360.00	0.12522	417.86	10/01/1996	86.15
00081078281	NIX	21,535	0.13017	2,803.21	0.15600	3,359.46	10/01/1996	83.44
00085043102	PROVENTIL	8,682	0.59830	5,194.44	0.69666	6,048.40	01/10/1997	85.88
00085043102	PROVENTIL	8,682	0.60310	5,236.11	0.72455	6,290.54	09/03/1997	83.24
00085045803	CLARITIN 10MG TABLET	25,130	1.76243	44,289.87	2.08322	52,351.32	01/10/1997	84.60
00085045803	CLARITIN 10MG TABLET	25,130	1.73619	43,630.45	2.13530	53,660.09	11/25/1997	81.31
00085073604	VANCERIL INHALER	5,384	1.75330	9,439.77	2.04700	11,021.05	01/10/1997	85.65
00085073604	VANCERIL INHALER	5,384	1.80257	9,705.04	2.14755	11,562.41	09/03/1997	83.94

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

* All Stores

* Non-MAC Drugs Only

* AAC % of AWP >= 70.00

* AAC % of AWP <= 100.01

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00085078701	K-DUR 20MEQ TABLET SA	44,359	0.37767	16,753.06	0.43133	19,133.37	01/10/1997	87.56
00085078701	K-DUR 20MEQ TABLET SA	44,359	0.37326	16,557.44	0.45244	20,069.79	09/03/1997	82.50
00085092402	LOTRIZONE	23,091	0.83796	19,349.33	0.95044	21,946.61	01/10/1997	88.17
00085092402	LOTRIZONE	23,091	0.82377	19,021.67	0.99711	23,024.27	09/03/1997	82.62
00085104901	VANCENASE AQ 84MCG SPRAY	5,684	1.96200	11,152.01	2.32473	13,213.77	01/10/1997	84.40
00085104901	VANCENASE AQ 84MCG SPRAY	5,684	2.03895	11,589.39	2.41789	13,743.29	09/03/1997	84.33
00085411003	IMDUR	12,606	0.98671	12,438.47	1.13900	14,358.23	01/10/1997	86.63
00085411003	IMDUR	12,606	1.00866	12,715.17	1.19477	15,061.27	09/03/1997	84.42
00087003231	SERZONE 100MG TABLET	12,472	0.78380	9,775.55	0.93399	11,648.72	11/15/1996	83.92
00087003231	SERZONE 100MG TABLET	12,472	0.84856	10,583.24	1.01332	12,638.13	06/09/1997	83.74
00087003931	SERZONE 150MG TABLET	12,960	0.78500	10,173.60	0.93399	12,104.51	11/15/1996	84.05
00087003931	SERZONE 150MG TABLET	12,960	0.84553	10,958.07	1.01332	13,132.63	06/09/1997	83.44
00087081841	BUSPAR	20,895	0.54055	11,294.79	0.64388	13,453.87	03/17/1997	83.95
00087081941	BUSPAR	70,052	0.94648	66,302.82	1.12300	78,668.40	03/17/1997	84.28
00087081944	BUSPAR	26,199	0.91349	23,932.52	1.09166	28,600.40	03/17/1997	83.68
00087565041	STADOL NS 10MG/ML SPRAY	688	21.61720	14,872.63	25.4668	17,521.13	08/30/1996	84.88
00087565041	STADOL NS 10MG/ML SPRAY	688	22.23600	15,298.37	26.7922	18,433.00	09/12/1997	82.99
00087606005	GLUCOPHAGE 500MG TABLET	84,625	0.43039	36,421.75	0.50055	42,359.04	11/15/1996	85.98
00087606005	GLUCOPHAGE 500MG TABLET	84,625	0.45322	38,353.74	0.53755	45,490.17	09/12/1997	84.31
00087607005	GLUCOPHAGE 850MG TABLET	17,803	0.71672	12,759.77	0.85077	15,146.26	11/15/1996	84.24
00087607005	GLUCOPHAGE 850MG TABLET	17,803	0.76088	13,545.95	0.91379	16,268.20	09/12/1997	83.27
00087771864	CEFZIL	22,755	0.24548	5,585.90	0.28566	6,500.19	08/30/1996	85.93
00087771864	CEFZIL	22,755	0.24921	5,670.77	0.29711	6,760.74	06/09/1997	83.88
00087771964	CEFZIL	33,688	0.44031	14,833.16	0.51777	17,442.64	08/30/1996	85.04
00087771964	CEFZIL	33,688	0.45469	15,317.60	0.53844	18,138.97	06/09/1997	84.45
00087772060	CEFZIL	2,533	2.58258	6,541.68	2.99033	7,574.51	08/30/1996	86.36
00087772060	CEFZIL	2,533	2.61646	6,627.49	3.11000	7,877.63	06/09/1997	84.13

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

* All Stores

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* AAC % of AWP >= 70.00

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NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00088170015	CARAFATE	58,887	0.06443	3,794.09	0.07711	4,540.78	03/10/1997	83.56
00088170015	CARAFATE	58,887	0.06407	3,772.89	0.07944	4,677.98	10/01/1997	80.65
00088179642	CARDIZEM CD 180MG CAP SA	9,049	1.11044	10,048.37	1.29533	11,721.44	12/03/1996	85.73
00088179642	CARDIZEM CD 180MG CAP SA	9,049	1.12379	10,169.18	1.34733	12,191.99	10/01/1997	83.41
00088179742	CARDIZEM CD	7,254	1.59084	11,539.95	1.83800	13,332.85	12/03/1996	86.55
00088179742	CARDIZEM CD	7,254	1.59732	11,586.96	1.91133	13,864.79	10/01/1997	83.57
00089022110	NORFLEX	6,896	1.43162	9,872.45	1.57444	10,857.34	11/01/1996	90.93
00089022110	NORFLEX	6,896	1.36980	9,446.14	1.65300	11,399.09	09/04/1997	82.87
00093083201	CLONAZEPAM	58,687	0.51314	30,114.65	0.70755	41,523.99	09/20/1996	72.52
00093083301	CLONAZEPAM	61,734	0.58099	35,866.84	0.80711	49,826.13	09/20/1996	71.98
00149071001	MACROBID	24,342	1.17995	28,722.34	1.38344	33,675.70	04/01/1997	85.29
00169183711	NOVOLIN 70/30	6,420	1.67783	10,771.67	1.98400	12,737.28	01/09/1997	84.57
00173024275	LANOXIN	80,120	0.09114	7,302.14	0.10777	8,634.53	08/01/1996	84.57
00173024975	LANOXIN 0.25MG TABLET	43,213	0.08796	3,801.02	0.10777	4,657.07	08/01/1996	81.62
00173031288	BECLOVENT	2,471	1.71781	4,244.71	2.04711	5,058.41	01/21/1997	83.91
00173031288	BECLOVENT	2,471	1.86873	4,617.63	2.20144	5,439.76	08/14/1997	84.89
00173034414	ZANTAC	18,400	1.41172	25,975.65	1.65333	30,421.27	08/30/1994	85.39
00173034442	ZANTAC	17,551	1.37625	24,154.56	1.65344	29,019.53	08/30/1994	83.24
00173034447	ZANTAC	8,336	1.42000	11,837.12	1.67800	13,987.81	08/30/1994	84.62
00173038354	ZANTAC	94,738	0.32239	30,542.58	0.38900	36,853.08	08/30/1994	82.88
00173038742	CEFTIN	4,386	2.90130	12,725.10	3.33044	14,607.31	07/17/1996	87.11
00173038742	CEFTIN	4,386	2.87719	12,619.36	3.46822	15,211.61	08/14/1997	82.96
00173038879	BECONASE AQ	3,463	1.27719	4,422.91	1.47211	5,097.92	01/21/1997	86.76
00173038879	BECONASE AQ	3,463	1.27653	4,420.62	1.53066	5,300.68	09/11/1997	83.40
00173042800	ZANTAC	13,657	1.33255	18,198.64	1.59444	21,775.27	02/01/1996	83.57
00173045301	FLONASE	10,384	2.34347	24,334.59	2.76077	28,667.84	01/21/1997	84.88
00173046400	SEREVENT	8,329	3.61542	30,112.83	4.26733	35,542.59	01/21/1997	84.72

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

* All Stores

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* AAC % of AWP >= 70.00

* AAC % of AWP <= 100.01

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00173047001	EPIVIR 150MG TABLET	5,980	3.23961	19,372.87	3.84019	22,964.34	10/02/1996	84.36
00186107509	RHINOCORT	1,169	3.95783	4,626.70	4.68688	5,478.96	01/02/1997	84.44
00186109005	TOPROL XL	11,532	0.43333	4,997.16	0.50588	5,833.81	01/02/1997	85.66
00281309351	KAOCHLOR S-F	15,667	0.00386	60.47	0.00522	81.78	04/04/1994	73.94
00300154130	PREVACID 15MG CAPSULE SA	8,170	2.79245	22,814.32	3.35833	27,437.56	01/02/1996	83.15
00300154130	PREVACID 15MG CAPSULE SA	8,170	2.87117	23,457.46	3.40800	27,843.36	07/17/1997	84.25
00300304613	PREVACID 30MG CAPSULE SA	32,296	2.83273	91,485.85	3.42255	110,534.67	01/02/1996	82.77
00300304613	PREVACID 30MG CAPSULE SA	32,296	2.90471	93,810.51	3.47277	112,156.58	07/17/1997	83.64
00310013010	ZESTRIL	10,394	0.70020	7,277.88	0.81766	8,498.76	01/02/1997	85.63
00310013110	ZESTRIL	16,236	0.71685	11,638.78	0.84544	13,726.56	01/02/1997	84.79
00310013210	ZESTRIL	13,184	0.76250	10,052.80	0.90477	11,928.49	01/02/1997	84.28
00451150008	PRELONE	6,229	0.23607	1,470.48	0.26477	1,649.25	02/01/1997	89.16
00451150008	PRELONE	6,229	0.23013	1,433.48	0.28855	1,797.38	08/01/1997	79.75
00456067299	AEROBID	959	7.00291	6,715.79	8.11433	7,781.64	02/24/1997	86.30
00456067299	AEROBID	959	7.19008	6,895.29	8.52000	8,170.68	09/19/1997	84.39
00472100016	POTASSIUM CHLORIDE	28,450	0.00470	133.72	0.00600	170.70	01/01/1994	78.34
00472100028	POTASSIUM CHLORIDE	534	0.00223	1.19	0.00311	1.66	01/01/1994	71.69
00555044609	TAMOXIFEN CITRATE	11,994	1.30857	15,694.99	1.62100	19,442.27	04/15/1997	80.73
00597008214	ATROVENT	22,504	1.90509	42,872.15	2.24855	50,601.37	03/14/1997	84.73
00777310402	PROZAC	27,682	1.99150	55,128.70	2.35644	65,230.97	01/08/1997	84.51
00777310502	PROZAC	184,382	2.04933	377,859.56	2.41688	445,629.17	01/08/1997	84.79
50458030006	RISPERDAL	51,824	1.77959	92,225.47	2.04900	106,187.38	01/03/1997	86.85
50458030006	RISPERDAL	51,824	1.81658	94,142.44	2.14944	111,392.58	08/26/1997	84.51
50458032006	RISPERDAL 2MG TABLET	17,991	2.87300	51,688.14	3.40999	61,349.13	01/03/1997	84.25
50458032006	RISPERDAL 2MG TABLET	17,991	3.03375	54,580.20	3.57699	64,353.63	08/26/1997	84.81
50458033006	RISPERDAL 3MG TABLET	19,157	3.43699	65,842.42	4.02700	77,145.24	08/01/1996	85.35
50458033006	RISPERDAL 3MG TABLET	19,157	3.53428	67,706.20	4.22444	80,927.60	08/26/1997	83.66

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

* All Stores

* Non-MAC Drugs Only

* AAC % of AWP >= 70.00

* AAC % of AWP <= 100.01

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
50458035006	RISPERDAL 4MG TABLET	5,671	4.59522	26,059.49	5.46600	30,997.69	06/04/1996	84.07
50458035006	RISPERDAL 4MG TABLET	5,671	4.83550	27,422.12	5.73379	32,516.32	08/26/1997	84.33
50458043010	PROPULSID	53,453	0.57664	30,823.14	0.67955	36,323.99	01/03/1997	84.86
50458043010	PROPULSID	53,453	0.59873	32,003.91	0.71277	38,099.69	08/26/1997	84.00
50458043050	PROPULSID	28,689	0.58598	16,811.18	0.67944	19,492.45	01/03/1997	86.24
50458043050	PROPULSID	28,689	0.59328	17,020.61	0.71277	20,448.66	08/26/1997	83.24
50458044010	PROPULSID 20MG TABLET	24,387	1.14082	27,821.18	1.31811	32,144.75	01/03/1997	86.55
50458044010	PROPULSID 20MG TABLET	24,387	1.16673	28,453.04	1.38266	33,718.93	08/26/1997	84.38
50458045045	PROPULSID	90,623	0.09301	8,428.85	0.10911	9,887.88	01/03/1997	85.24
50458045045	PROPULSID	90,623	0.09729	8,816.71	0.11444	10,370.90	08/26/1997	85.01
52544044401	GUANFACINE HCL	4,555	0.50130	2,283.42	0.70577	3,214.78	10/17/1995	71.03
53169010401	DEMADEX	38,065	0.51050	19,432.18	0.62855	23,925.76	01/01/1997	81.22
61113074231	PRILOSEC 20MG CAPSULE SA	100,211	3.13709	314,370.93	3.63000	363,765.93	02/02/1995	86.42
61113074231	PRILOSEC 20MG CAPSULE SA	100,211	3.15817	316,483.37	3.76800	377,595.05	07/01/1997	83.82
						8,076,069.46		83.49
						6,742,534.39		

* All Stores

* MAC Drugs Only

IDAHO WEIGHTED EAC DISCOUNTS

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11/30/1998

Myers and Stauffer LC

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00003010160	TRIMOX 250MG CAPSULE	9,792	0.03398	332.73	0.23700	2,320.70	08/01/1996	14.34
00003010160	TRIMOX 250MG CAPSULE	9,792	0.03286	321.77	0.23700	2,320.70	10/01/1997	13.86
00003010960	TRIMOX	37,607	0.07032	2,644.52	0.38066	14,315.48	01/01/1995	18.47
00003011650	VEETIDS 500	2,450	0.04214	103.24	0.13555	332.10	01/01/1995	31.09
00003011675	VEETIDS 500MG TABLET	8,703	0.03656	318.18	0.09677	842.19	01/01/1995	37.78
00003173745	TRIMOX 125	245,885	0.00782	1,922.82	0.02744	6,747.08	08/01/1996	28.50
00003173840	TRIMOX 250	31,525	0.01398	440.72	0.06088	1,919.24	10/01/1997	22.96
00003173845	TRIMOX 250	379,675	0.01099	4,172.63	0.04711	17,886.49	08/01/1996	23.33
00004005801	KLONOPIN	10,423	0.70806	7,380.11	0.82333	8,581.57	10/30/1997	86.00
00004006801	KLONOPIN 0.5MG TABLET	9,505	0.61074	5,805.08	0.72177	6,860.42	10/30/1997	84.62
00005321843	ATENOLOL	6,434	0.05098	328.01	0.70000	4,503.80	08/01/1996	7.28
00005375234	HYDROCHLOROTHIAZIDE	17,441	0.00466	81.28	0.01511	263.53	07/01/1995	30.84
00029600732	AMOXIL 500MG CAPSULE	9,414	0.08969	844.34	0.37977	3,575.15	01/01/1995	23.62
00029600822	AMOXIL	184,860	0.00879	1,624.92	0.02366	4,373.79	08/01/1996	37.15
00029600922	AMOXIL	249,900	0.01410	3,523.59	0.04066	10,160.93	08/01/1996	34.68
00039007810	TRENTAL	13,622	0.53661	7,309.70	0.63477	8,646.84	10/01/1997	84.54
00047008420	GEMFIBROZIL	8,504	0.09238	785.60	0.99255	8,440.65	01/01/1997	9.31
00047008430	GEMFIBROZIL	17,464	0.09032	1,577.35	0.98700	17,236.97	01/01/1997	9.15
00047024224	CARBAMAZEPINE 100MG TAB	40,903	0.07774	3,179.80	0.18755	7,671.36	08/01/1996	41.45
00054252725	LITHIUM CARBONATE	7,013	0.02540	178.13	0.08133	570.37	01/01/1996	31.23
00054329446	FUROSEMIDE	4,204	0.04983	209.49	0.15166	637.58	10/01/1997	32.86
00054429731	FUROSEMIDE 20MG TABLET	27,023	0.00596	161.06	0.03600	972.83	01/01/1997	16.56
00054429931	FUROSEMIDE 40MG TABLET	34,699	0.00850	294.94	0.04188	1,453.19	01/01/1997	20.30
00054829725	FUROSEMIDE	5,702	0.01880	107.20	0.07566	431.41	01/01/1997	24.85
00074632013	ERY-TAB	14,660	0.12051	1,766.68	0.35977	5,274.23	09/05/1996	33.50
00081024275	LANOXIN 0.125MG TABLET	6,560	0.10049	659.21	0.13522	887.04	05/27/1997	74.32
00081024975	LANOXIN 0.25MG TABLET	8,200	0.11404	935.13	0.13522	1,108.80	05/27/1997	84.34

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Myers and Stauffer LC

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00085061402	PROVENTIL	3,086	1.32695	4,094.97	1.55877	4,810.36	01/10/1997	85.13
00085061402	PROVENTIL	3,086	1.32631	4,092.99	1.62122	5,003.08	10/01/1997	81.81
00093008905	SULFAMETHOXAZOLE/TRIMET	9,188	0.04930	452.97	0.33644	3,091.21	07/15/1995	14.65
00093010901	CARBAMAZEPINE	13,359	0.11260	1,504.22	0.29600	3,954.26	08/01/1996	38.04
00093010901	CARBAMAZEPINE	13,359	0.07607	1,016.22	0.29600	3,954.26	10/01/1997	25.70
00093011301	CIMETIDINE	6,613	0.08990	594.51	1.38955	9,189.09	10/01/1997	6.47
00093014901	NAPROXEN	7,531	0.09966	750.54	1.13700	8,562.75	08/01/1996	8.77
00093015010	ACETAMINOPHEN W/CODEINE	58,351	0.02987	1,742.94	0.09988	5,828.10	07/15/1995	29.91
00093056216	SULFAMETHOXAZOLE/TRIMET	26,499	0.01260	333.89	0.03055	809.54	10/01/1997	41.24
00093066116	ALBUTEROL SULFATE	60,602	0.00885	536.33	0.05900	3,575.52	01/01/1997	15.00
00093066116	ALBUTEROL SULFATE	60,602	0.00731	443.00	0.05900	3,575.52	10/01/1997	12.39
00093067006	GEMFIBROZIL	5,423	0.09543	517.52	0.98500	5,341.66	01/01/1997	9.69
00093083201	CLONAZEPAM	58,687	0.42643	25,025.90	0.70755	41,523.99	10/01/1997	60.27
00093083301	CLONAZEPAM	61,734	0.48019	29,644.05	0.80711	49,826.13	10/01/1997	59.49
00168003860	NITROGLYCERIN 2% OINTMENT	360	0.08288	29.84	0.19077	68.68	10/01/1996	43.44
00168003860	NITROGLYCERIN 2% OINTMENT	360	0.08588	30.92	0.17700	63.72	07/01/1997	48.52
00168005430	NYSTATIN	5,161	0.04117	212.48	0.13133	677.79	04/01/1996	31.35
00172208380	HYDROCHLOROTHIAZIDE	1,734	0.00449	7.79	0.01722	29.86	04/01/1996	26.07
00172208380	HYDROCHLOROTHIAZIDE	1,734	0.00414	7.18	0.01722	29.86	10/01/1997	24.04
00172208980	HYDROCHLOROTHIAZIDE	1,300	0.00586	7.62	0.02455	31.92	04/01/1996	23.87
00172208980	HYDROCHLOROTHIAZIDE	1,300	0.00571	7.42	0.02455	31.92	10/01/1997	23.26
00172213060	NITROFURANTOIN MCR 50MG	4,037	0.27329	1,103.27	0.66755	2,694.90	08/01/1996	40.94
00172213060	NITROFURANTOIN MCR 50MG	4,037	0.27115	1,094.63	0.66755	2,694.90	10/01/1997	40.62
00172428060	VERAPAMIL HCL	1,948	0.15312	298.28	1.20855	2,354.26	01/01/1997	12.67
00172428060	VERAPAMIL HCL	1,948	0.13350	260.06	1.20855	2,354.26	10/01/1997	11.05
00172439018	ALBUTEROL	6,664	0.30777	2,050.98	1.29355	8,620.22	10/01/1996	23.79
00173024275	LANOXIN	80,120	0.10146	8,128.98	0.13522	10,833.83	05/27/1997	75.03

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NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00173024975	LANOXIN 0.25MG TABLET	43,213	0.16800	7,259.78	0.13522	5,843.26	05/27/1997	124.24
00173032188	VENTOLIN	843	1.37588	1,159.87	1.55855	1,313.86	01/21/1997	88.28
00173032188	VENTOLIN	843	1.34956	1,137.68	1.62066	1,366.22	10/01/1997	83.27
00173034414	ZANTAC	18,400	1.38072	25,405.25	1.65333	30,421.27	08/30/1994	83.51
00173034442	ZANTAC	17,551	1.35570	23,793.89	1.65344	29,019.53	08/30/1994	81.99
00182116189	FUROSEMIDE	3,394	0.02690	91.30	0.18200	617.71	01/01/1997	14.78
00182197001	VERAPAMIL HCL	582	0.14800	86.14	1.20855	703.38	01/01/1997	12.25
00182197001	VERAPAMIL HCL	582	0.13130	76.42	1.20855	703.38	10/01/1997	10.86
00228200196	ACETAMINOPHEN W/CODEINE	24,004	0.02722	653.39	0.08200	1,968.33	07/01/1995	33.20
00228200196	ACETAMINOPHEN W/CODEINE	24,004	0.03355	805.33	0.09988	2,397.52	10/01/1997	33.59
00228202796	ALPRAZOLAM	987	0.01745	17.22	0.49422	487.80	01/01/1997	3.53
00228202896	PHENOBARBITAL	20,498	0.00401	82.20	0.01177	241.26	06/01/1993	34.07
00228205750	LORAZEPAM	10,965	0.00646	70.83	0.11200	1,228.08	07/01/1994	5.77
00228205950	LORAZEPAM	3,839	0.00665	25.53	0.19255	739.20	07/01/1994	3.45
00228205950	LORAZEPAM	3,839	0.00720	27.64	0.19255	739.20	10/01/1997	3.74
00228208550	PROPOXYPHENE NAPSYLATE	13,045	0.04919	641.68	0.24966	3,256.81	01/01/1996	19.70
00228208550	PROPOXYPHENE NAPSYLATE	13,045	0.05255	685.51	0.24966	3,256.81	10/01/1997	21.05
00228212750	CLONIDINE HCL	9,519	0.00585	55.69	0.10433	993.12	01/01/1996	5.61
00228213296	AMITRIPTYLINE HCL	4,932	0.00607	29.94	0.04644	229.04	01/01/1997	13.07
00228213296	AMITRIPTYLINE HCL	4,932	0.00438	21.60	0.04644	229.04	10/01/1997	9.43
00228213396	AMITRIPTYLINE HCL	2,906	0.01019	29.61	0.07444	216.32	08/01/1996	13.69
00228213396	AMITRIPTYLINE HCL	2,906	0.01076	31.27	0.07444	216.32	10/01/1997	14.45
00228214310	CARBAMAZEPINE	19,753	0.08125	1,604.93	0.23211	4,584.87	08/01/1996	35.00
00228214310	CARBAMAZEPINE	19,753	0.07969	1,574.12	0.23211	4,584.87	10/01/1997	34.33
00228222196	HYDROCHLOROTHIAZIDE 25MG	3,001	0.00390	11.70	0.01722	51.68	07/01/1995	22.65
00228222196	HYDROCHLOROTHIAZIDE 25MG	3,001	0.00524	15.73	0.01722	51.68	10/01/1997	30.43
00228226950	METOCLOPRAMIDE 10MG	6,966	0.00691	48.14	0.15611	1,087.46	08/01/1996	4.43

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NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00332213213	SULFAMETHOXAZOLE/TRIMET	15,859	0.04558	722.85	0.33644	5,335.60	08/09/1996	13.55
00332310913	AMOXICILLIN 500MG CAPSULE	6,136	0.06551	401.97	0.36900	2,264.18	01/01/1995	17.75
00332314513	CEPHALEXIN 250MG CAPSULE	8,866	0.06066	537.81	0.56677	5,024.98	01/01/1997	10.70
00332314713	CEPHALEXIN 500MG CAPSULE	7,994	0.09470	757.03	1.11388	8,904.36	01/01/1997	8.50
00332314713	CEPHALEXIN 500MG CAPSULE	7,994	0.11010	880.14	1.11388	8,904.36	10/01/1997	9.88
00332415534	AMOXICILLIN	60,255	0.01077	648.95	0.04744	2,858.50	08/01/1996	22.70
00364021802	PREDNISONE	15,920	0.00451	71.80	0.02955	470.44	05/03/1996	15.26
00364021802	PREDNISONE	15,920	0.01078	171.62	0.02955	470.44	10/01/1997	36.48
00364034601	METHOCARBAMOL	2,375	0.04558	108.25	0.11644	276.55	10/01/1997	39.14
00364034701	METHOCARBAMOL	3,475	0.05796	201.41	0.18355	637.84	01/08/1997	31.58
00364034701	METHOCARBAMOL	3,475	0.04875	169.41	0.18355	637.84	10/01/1997	26.56
00364040801	TRIHENXYPHENIDYL HCL	24,416	0.08157	1,991.61	0.15388	3,757.13	07/22/1996	53.01
00364046101	PREDNISONE	8,334	0.02920	243.35	0.07055	587.96	10/01/1997	41.39
00364737454	NEO/POLYMYXIN/HCL EAR SUSP	6,275	0.43304	2,717.33	1.26300	7,925.33	01/01/1997	34.29
00378003201	METOPROLOL TARTRATE	3,699	0.03980	147.22	0.47911	1,772.23	01/01/1997	8.31
00378003201	METOPROLOL TARTRATE	3,699	0.04770	176.44	0.47911	1,772.23	10/01/1997	9.96
00378015201	CLONIDINE HCL	24,956	0.01470	366.85	0.18100	4,517.04	01/15/1996	8.12
00378015210	CLONIDINE HCL	17,416	0.00796	138.63	0.16200	2,821.39	07/01/1996	4.91
00378020801	FUROSEMIDE	13,694	0.01856	254.16	0.06055	829.17	01/01/1997	30.65
00378020810	FUROSEMIDE	34,009	0.00843	286.70	0.05377	1,828.66	01/01/1997	15.68
00378021610	FUROSEMIDE	108,836	0.00958	1,042.65	0.05966	6,493.16	01/01/1997	16.06
00378023110	ATENOLOL 50MG TABLET	4,857	0.02212	107.44	0.68500	3,327.05	01/01/1997	3.23
00378023110	ATENOLOL 50MG TABLET	4,857	0.02495	121.18	0.68500	3,327.05	10/01/1997	3.64
00378023201	FUROSEMIDE	7,213	0.03917	282.53	0.20755	1,497.06	01/03/1997	18.87
00378023201	FUROSEMIDE	7,213	0.03477	250.80	0.20755	1,497.06	10/01/1997	16.75
00378032105	LORAZEPAM	18,509	0.00758	140.30	0.15188	2,811.15	07/01/1996	4.99
00378037001	BUMETANIDE 1MG TABLET	4,681	0.15569	728.78	0.40033	1,873.94	11/25/1996	38.89

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NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00378037001	BUMETANIDE 1MG TABLET	4,681	0.14506	679.03	0.40033	1,873.94	10/01/1997	36.24
00378037201	CIMETIDINE 400MG TABLET	5,058	0.11218	567.41	1.39388	7,050.25	01/01/1997	8.05
00378037201	CIMETIDINE 400MG TABLET	5,058	0.11408	577.02	1.39388	7,050.25	10/01/1997	8.18
00378037205	CIMETIDINE	3,335	0.09639	321.46	1.39788	4,661.93	01/01/1997	6.90
00378037205	CIMETIDINE	3,335	0.04929	164.38	1.39788	4,661.93	10/01/1997	3.53
00378045101	NAPROXEN	2,412	0.10220	246.51	1.15988	2,797.63	11/25/1996	8.81
00378045101	NAPROXEN	2,412	0.10285	248.07	1.16055	2,799.25	05/12/1997	8.86
00378045105	NAPROXEN	9,065	0.09984	905.05	1.12600	10,207.19	11/25/1996	8.87
00378061410	THIORIDAZINE HCL	4,177	0.01596	66.66	0.10700	446.94	01/01/1997	14.92
00378110501	GLIPIZIDE	3,239	0.04103	132.90	0.31866	1,032.14	01/01/1997	12.88
00378110501	GLIPIZIDE	3,239	0.03664	118.68	0.31940	1,034.54	05/12/1997	11.47
00378110501	GLIPIZIDE	3,239	0.03278	106.17	0.31944	1,034.67	10/01/1997	10.26
00378111001	GLIPIZIDE	3,308	0.06052	200.20	0.58511	1,935.54	01/01/1997	10.34
00378111001	GLIPIZIDE	3,308	0.05390	178.30	0.58866	1,947.29	10/01/1997	9.16
00378111005	GLIPIZIDE	1,774	0.04773	84.67	0.56111	995.41	01/01/1997	8.51
00378111005	GLIPIZIDE	1,774	0.05067	89.89	0.56111	995.41	10/01/1997	9.03
00378262510	AMITRIPTYLINE HCL 25MG TAB	21,158	0.00887	187.67	0.09855	2,085.12	01/01/1997	9.00
00378265010	AMITRIPTYLINE HCL	13,925	0.01570	218.62	0.11655	1,622.96	08/01/1996	13.47
00378425001	DOXEPIN HCL	7,347	0.05297	389.17	0.19955	1,466.09	08/01/1996	26.54
00378425001	DOXEPIN HCL	7,347	0.04511	331.42	0.19955	1,466.09	10/01/1997	22.61
00378641001	DOXEPIN HCL	5,863	0.07277	426.65	0.43955	2,577.08	08/01/1996	16.56
00378641001	DOXEPIN HCL	5,863	0.05970	350.02	0.43955	2,577.08	10/01/1997	13.58
00378725001	CEFACLOL	2,481	0.56629	1,404.97	1.98955	4,936.07	01/01/1997	28.46
00378725001	CEFACLOL	2,481	0.46903	1,163.66	1.98955	4,936.07	10/01/1997	23.57
00378760206	CEFACLOL	12,200	0.08857	1,080.55	0.18733	2,285.43	11/25/1996	47.28
00378760206	CEFACLOL	12,200	0.07053	860.47	0.18733	2,285.43	10/01/1997	37.65
00378761006	CEFACLOL	14,463	0.13793	1,994.88	0.34533	4,994.51	08/10/1996	39.94

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NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
00378761006	CEFACLOR	14,463	0.12623	1,825.66	0.34533	4,994.51	10/01/1997	36.55
00472057216	LINDANE	23,511	0.03698	869.44	0.06733	1,583.00	03/01/1997	54.92
00472057216	LINDANE	23,511	0.03006	706.74	0.05511	1,295.69	11/01/1997	54.55
00472075516	CYPROHEPTADINE HCL	1,320	0.00921	12.16	0.02233	29.48	01/01/1994	41.24
00472075516	CYPROHEPTADINE HCL	1,320	0.01015	13.40	0.01977	26.10	11/01/1997	51.34
00472128516	SULFATRIM	99,567	0.01243	1,237.62	0.06955	6,924.88	03/01/1997	17.87
00472128516	SULFATRIM	99,567	0.01215	1,209.74	0.02711	2,699.26	11/01/1997	44.82
00472132002	NYSTATIN	9,460	0.03917	370.55	0.10411	984.88	08/01/1996	37.62
00472132016	NYSTATIN	9,180	0.02673	245.38	0.08344	765.98	08/01/1996	32.03
00472132016	NYSTATIN	9,180	0.01830	167.99	0.10722	984.28	11/01/1997	17.07
00472136016	ENULOSE	239,690	0.01765	4,230.53	0.05444	13,048.72	07/01/1995	32.42
00472136016	ENULOSE	239,690	0.01052	2,521.54	0.06055	14,513.23	11/01/1997	17.37
00677006410	DIPHENHYDRAMINE HCL	4,207	0.01112	46.78	0.02733	114.98	07/01/1996	40.69
00781107801	ATENOLOL	5,860	0.03609	211.49	0.70255	4,116.94	10/25/1996	5.14
00781111010	PHENOBARBITAL	2,823	0.00589	16.63	0.01377	38.87	06/03/1996	42.77
00781112301	TRIAMTERENE W/HCTZ	6,681	0.14745	985.11	0.33955	2,268.53	01/01/1997	43.43
00781112301	TRIAMTERENE W/HCTZ	6,681	0.15634	1,044.51	0.33955	2,268.53	10/01/1997	46.04
00781137101	METOPROLOL TARTRATE	3,787	0.04654	176.25	0.51155	1,937.24	01/01/1997	9.10
00781137101	METOPROLOL TARTRATE	3,787	0.03866	146.41	0.51155	1,937.24	10/01/1997	7.56
00781183001	PROMETHAZINE 25MG TABLET	3,442	0.02220	76.41	0.03955	136.13	12/01/1992	56.13
00904017580	ACETAMINOPHEN W/CODEINE	15	0.02784	0.42	0.06644	1.00	07/01/1995	41.90
00904148180	FUROSEMIDE	2,032	0.00816	16.58	0.02377	48.30	01/01/1997	34.33
23317016315	NYSTATIN	1,830	0.07676	140.47	0.12533	229.35	11/02/1995	61.25
23317016330	NYSTATIN	12,310	0.05586	687.64	0.10166	1,251.43	11/02/1995	54.95
23317030115	TRIAMCINOLONE ACETONIDE	185	0.04943	9.14	0.10133	18.75	07/01/1995	48.78
23317030180	TRIAMCINOLONE ACETONIDE	1,640	0.02213	36.29	0.06322	103.68	05/01/1992	35.00
24208058060	GENTAMICIN SULFATE	918	0.29913	274.60	0.99000	908.82	01/01/1997	30.22

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
24208058060	GENTAMICIN SULFATE	918	0.28700	263.47	0.99000	908.82	10/01/1997	28.99
24208067004	SULFACETAMIDE SODIUM	2,823	0.07351	207.52	0.24000	677.52	09/30/1996	30.63
24208067004	SULFACETAMIDE SODIUM	2,823	0.06589	186.01	0.24000	677.52	10/01/1997	27.45
38245016910	PRENATAL RX W/B-CAROTEN	5,542	0.04563	252.88	0.19300	1,069.61	02/14/1997	23.64
38245036410	GLYBURIDE	14,188	0.08539	1,211.51	0.55033	7,808.08	07/19/1996	15.52
38245036420	GLYBURIDE 5MG TABLET	10,723	0.09851	1,056.32	0.41233	4,421.41	07/19/1996	23.89
43567053007	METHYLPHENIDATE HCL	25,068	0.33660	8,437.89	0.42166	10,570.17	01/01/1997	79.83
43567053007	METHYLPHENIDATE HCL	25,068	0.28069	7,036.34	0.44277	11,099.36	10/01/1997	63.39
43567053107	METHYLPHENIDATE 5MG	32,580	0.20405	6,647.95	0.31044	10,114.14	10/01/1997	65.73
49502030317	ALBUTEROL 90MCG INHALER	1,581	0.31308	494.98	1.27644	2,018.05	01/04/1996	24.53
49502030317	ALBUTEROL 90MCG INHALER	1,581	0.23544	372.23	1.27644	2,018.05	10/01/1997	18.45
49502069703	ALBUTEROL SULFATE	48,004	0.15168	7,281.25	0.40333	19,361.45	10/01/1997	37.61
49884046805	IBUPROFEN	24,221	0.02013	487.57	0.15077	3,651.80	10/01/1997	13.35
49884046905	IBUPROFEN	26,789	0.03354	898.50	0.21500	5,759.64	08/01/1996	15.60
49884046905	IBUPROFEN	26,789	0.02789	747.15	0.21500	5,759.64	10/01/1997	12.97
50111034202	SULFAMETHOXAZOLE/TRIMET	14,865	0.04358	647.82	0.31000	4,608.15	07/01/1994	14.06
50111088002	VERAPAMIL HCL	2,039	0.14002	285.50	1.16000	2,365.24	01/01/1997	12.07
50111088002	VERAPAMIL HCL	2,039	0.13800	281.38	1.16000	2,365.24	10/01/1997	11.90
50752027208	TEMASEPAM	547	0.01960	10.72	0.22988	125.74	01/01/1997	8.53
51079007320	FUROSEMIDE	6,597	0.01687	111.29	0.16100	1,062.12	01/01/1997	10.48
51285060105	ACETAMINOPHEN/COD #3	10,801	0.02722	294.00	0.10088	1,089.60	10/31/1995	26.98
52544030110	FUROSEMIDE	17,239	0.00874	150.67	0.04500	775.76	01/01/1997	19.42
53489011401	DIPHENHYDRAMINE HCL	5,170	0.01635	84.53	0.06700	346.39	07/01/1994	24.40
55953005153	ALBUTEROL 90MCG INHALER	5,678	0.21312	1,210.10	1.25944	7,151.10	02/05/1996	16.92
55953011470	CEPHALEXIN	6,472	0.11446	740.79	0.72022	4,661.26	01/01/1997	15.89
55953011470	CEPHALEXIN	6,472	0.10485	678.59	0.72022	4,661.26	10/01/1997	14.56
55953071670	AMOXICILLIN	4,297	0.06086	261.52	0.22155	952.00	01/01/1995	27.47

* All Stores

* MAC Drugs Only

IDAHO WEIGHTED EAC DISCOUNTS

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Myers and Stauffer LC

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	AWP Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of AWP
58177000104	POTASSIUM CHLORIDE	20,540	0.06399	1,314.35	0.16655	3,420.94	03/27/1996	38.42
58177000108	POTASSIUM CHLORIDE	71,632	0.05996	4,295.05	0.15044	10,776.32	03/27/1996	39.86
59762737802	IBUPROFEN	5,865	0.01939	113.72	0.10800	633.42	01/01/1997	17.95
59762737902	IBUPROFEN 600MG TABLET	10,870	0.02478	269.36	0.14400	1,565.28	08/01/1996	17.21
59762737902	IBUPROFEN 600MG TABLET	10,870	0.02297	249.68	0.14400	1,565.28	10/01/1997	15.95
59762738002	IBUPROFEN	16,702	0.03597	600.77	0.20800	3,474.02	08/01/1996	17.29
59762738002	IBUPROFEN	16,702	0.04028	672.76	0.20800	3,474.02	10/01/1997	19.37
59772704601	CAPTOPRIL	5,048	0.04531	228.72	0.65277	3,295.18	01/01/1997	6.94
59772704601	CAPTOPRIL	5,048	0.02755	139.07	0.65277	3,295.18	10/01/1997	4.22
59911587201	PROMETHAZINE 25MG TABLET	19,313	0.02277	439.76	0.03955	763.83	06/30/1995	57.57
59930151005	ALBUTEROL SULF 2MG/5ML SYRP	102,674	0.00667	684.84	0.05155	5,292.84	10/01/1997	12.94
59930151504	ALBUTEROL SULFATE	30,485	0.28614	8,722.98	0.74955	22,850.03	09/22/1995	38.17
59930156001	ALBUTEROL	33,634	0.27972	9,408.10	1.25944	42,360.00	01/02/1996	22.21
59930156001	ALBUTEROL	33,634	0.23444	7,885.15	1.25944	42,360.00	10/01/1997	18.61
59930167003	THEOPHYLLINE ANHYDROUS	5,812	0.03570	207.49	0.19000	1,104.28	10/01/1997	18.79
				316,051.57				
				904,132.53				
				34.96				

* All Stores

* MAC Drugs Only

IDAHO WEIGHTED EAC DISCOUNTS

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Myers and Stauffer LC

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	MAC Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of MAC
00003010160	TRIMOX 250MG CAPSULE	9,792	0.03398	332.73	0.07730	756.92	08/01/1996	43.96
00003010160	TRIMOX 250MG CAPSULE	9,792	0.03286	321.77	0.07350	719.71	10/01/1997	44.71
00003010960	TRIMOX	37,607	0.07032	2,644.52	0.22940	8,627.05	01/01/1995	30.65
00003011650	VEETIDS 500	2,450	0.04214	103.24	0.08180	200.41	01/01/1995	51.51
00003011675	VEETIDS 500MG TABLET	8,703	0.03656	318.18	0.08180	711.91	01/01/1995	44.69
00003173745	TRIMOX 125	245,885	0.00782	1,922.82	0.01290	3,171.92	08/01/1996	60.62
00003173840	TRIMOX 250	31,525	0.01398	440.72	0.02250	709.31	10/01/1997	62.13
00003173845	TRIMOX 250	379,675	0.01099	4,172.63	0.01850	7,023.99	08/01/1996	59.41
00004005801	KLONOPIN	10,423	0.70806	7,380.11	0.99260	10,345.87	10/30/1997	71.33
00004005801	KLONOPIN 0.5MG TABLET	9,505	0.61074	5,805.08	0.87020	8,271.25	10/30/1997	70.18
00005321843	ATENOLOL	6,434	0.05098	328.01	0.09090	584.85	08/01/1996	56.08
00005375234	HYDROCHLOROTHIAZIDE	17,441	0.00466	81.28	0.01680	293.01	07/01/1995	27.74
00029600732	AMOXIL 500MG CAPSULE	9,414	0.08969	844.34	0.22940	2,159.57	01/01/1995	39.10
00029600822	AMOXIL	184,860	0.00879	1,624.92	0.01290	2,384.69	08/01/1996	68.14
00029600922	AMOXIL	249,900	0.01410	3,523.59	0.01850	4,623.15	08/01/1996	76.22
00039007810	TRENTAL	13,622	0.53661	7,309.70	0.42410	5,777.09	10/01/1997	126.53
00047008420	GEMFIBROZIL	8,504	0.09238	785.60	0.18000	1,530.72	01/01/1997	51.32
00047008430	GEMFIBROZIL	17,464	0.09032	1,577.35	0.18000	3,143.52	01/01/1997	50.18
00047024224	CARBAMAZEPINE 100MG TAB	40,903	0.07774	3,179.80	0.14670	6,000.47	08/01/1996	52.99
00054252725	LITHIUM CARBONATE	7,013	0.02540	178.13	0.05250	368.18	01/01/1996	48.38
00054329446	FUROSEMIDE	4,204	0.04983	209.49	0.11420	480.10	10/01/1997	43.63
00054429731	FUROSEMIDE 20MG TABLET	27,023	0.00596	161.06	0.02100	567.48	01/01/1997	28.38
00054429931	FUROSEMIDE 40MG TABLET	34,699	0.00850	294.94	0.02540	881.35	01/01/1997	33.46
00054829725	FUROSEMIDE	5,702	0.01880	107.20	0.02100	119.74	01/01/1997	89.53
00074632013	ERY-TAB	14,660	0.12051	1,766.68	0.34490	5,056.23	09/05/1996	34.94
00081024275	LANOXIN 0.125MG TABLET	6,560	0.10049	659.21	0.06550	429.68	10/01/1997	153.42
00081024975	LANOXIN 0.25MG TABLET	8,200	0.11404	935.13	0.06550	537.10	10/01/1997	174.11

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

* All Stores

* MAC Drugs Only

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	MAC Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of MAC
00085061402	PROVENTIL	3,086	1.32695	4,094.97	1.29752	4,004.15	08/01/1996	102.27
00085061402	PROVENTIL	3,086	1.32631	4,092.99	0.43940	1,355.99	10/01/1997	301.85
00093008905	SULFAMETHOXAZOLE/TRIMET	9,188	0.04930	452.97	0.08930	820.49	07/15/1995	55.21
00093010901	CARBAMAZEPINE	13,359	0.11260	1,504.22	0.14930	1,994.50	08/01/1996	75.42
00093010901	CARBAMAZEPINE	13,359	0.07607	1,016.22	0.12750	1,703.27	10/01/1997	59.66
00093011301	CIMETIDINE	6,613	0.08990	594.51	0.17700	1,170.50	10/01/1997	50.79
00093014901	NAPROXEN	7,531	0.09966	750.54	0.18230	1,372.90	08/01/1996	54.67
00093015010	ACETAMINOPHEN W/CODEINE	58,351	0.02987	1,742.94	0.06750	3,938.69	07/15/1995	44.25
00093056216	SULFAMETHOXAZOLE/TRIMET	26,499	0.01260	333.89	0.02460	651.88	10/01/1997	51.22
00093066116	ALBUTEROL SULFATE	60,602	0.00885	536.33	0.01550	939.33	01/01/1997	57.10
00093066116	ALBUTEROL SULFATE	60,602	0.00731	443.00	0.01110	672.68	10/01/1997	65.86
00093067006	GEMFIBROZIL	5,423	0.09543	517.52	0.18000	976.14	01/01/1997	53.02
00093083201	CLONAZEPAM	58,687	0.42643	25,025.90	0.87020	51,069.43	10/01/1997	49.00
00093083301	CLONAZEPAM	61,734	0.48019	29,644.05	0.99260	61,277.17	10/01/1997	48.38
00168003860	NITROGLYCERIN 2% OINTMENT	720	0.08367	60.24	0.06770	48.74	07/01/1994	123.59
00168005430	NYSTATIN	5,161	0.04117	212.48	0.07250	374.17	04/01/1996	56.79
00172208380	HYDROCHLOROTHIAZIDE	1,734	0.00449	7.79	0.01680	29.13	04/01/1996	26.73
00172208380	HYDROCHLOROTHIAZIDE	1,734	0.00414	7.18	0.01490	25.84	10/01/1997	27.79
00172208980	HYDROCHLOROTHIAZIDE	1,300	0.00586	7.62	0.02310	30.03	04/01/1996	25.37
00172208980	HYDROCHLOROTHIAZIDE	1,300	0.00571	7.42	0.02480	32.24	10/01/1997	23.02
00172213060	NITROFURANTOIN MCR 50MG	4,037	0.27329	1,103.27	0.59570	2,404.84	08/01/1996	45.88
00172213060	NITROFURANTOIN MCR 50MG	4,037	0.27115	1,094.63	0.50840	2,052.41	10/01/1997	53.33
00172428060	VERAPAMIL HCL	1,948	0.15312	298.28	0.38250	745.11	01/01/1997	40.03
00172428060	VERAPAMIL HCL	1,948	0.13350	260.06	0.31130	606.41	10/01/1997	42.88
00172439018	ALBUTEROL	6,664	0.30777	2,050.98	1.29752	8,646.67	08/01/1996	23.72
00173024275	LANOXIN	80,120	0.10146	8,128.98	0.06550	5,247.86	10/01/1997	154.90
00173024975	LANOXIN 0.25MG TABLET	43,213	0.16800	7,259.78	0.06550	2,830.45	10/01/1997	256.49

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

* All Stores

* MAC Drugs Only

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	MAC Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of MAC
00173032188	VENTOLIN	843	1.37588	1,159.87	1.29752	1,093.81	08/01/1996	106.04
00173032188	VENTOLIN	843	1.34956	1,137.68	0.43940	370.41	10/01/1997	307.14
00173034414	ZANTAC	18,400	1.38072	25,405.25	0.91660	16,865.44	10/01/1997	150.63
00173034442	ZANTAC	17,551	1.35570	23,793.89	0.91660	16,087.25	10/01/1997	147.91
00182116189	FUROSEMIDE	3,394	0.02690	91.30	0.02540	86.21	01/01/1997	105.90
00182197001	VERAPAMIL HCL	582	0.14800	86.14	0.38250	222.62	01/01/1997	38.69
00182197001	VERAPAMIL HCL	582	0.13130	76.42	0.31130	181.18	10/01/1997	42.18
002282200196	ACETAMINOPHEN W/CODEINE	24,004	0.02722	653.39	0.06750	1,620.27	07/01/1995	40.33
002282200196	ACETAMINOPHEN W/CODEINE	24,004	0.03355	805.33	0.06750	1,620.27	10/01/1997	49.70
002282202796	ALPRAZOLAM	987	0.01745	17.22	0.05030	49.65	01/01/1997	34.69
002282202896	PHENOBARBITAL	20,498	0.00401	82.20	0.01080	221.38	08/01/1996	37.13
002282205750	LORAZEPAM	10,965	0.00646	70.83	0.01730	189.69	07/01/1994	37.34
002282205950	LORAZEPAM	3,839	0.00665	25.53	0.02070	79.47	07/01/1994	32.13
002282205950	LORAZEPAM	3,839	0.00720	27.64	0.02030	77.93	10/01/1997	35.47
002282208550	PROPOXYPHENE NAPSYLATE	13,045	0.04919	641.68	0.08730	1,138.83	01/01/1996	56.35
002282208550	PROPOXYPHENE NAPSYLATE	13,045	0.05255	685.51	0.06380	832.27	10/01/1997	82.37
002282212750	CLONIDINE HCL	9,519	0.00585	55.69	0.02400	228.46	01/01/1996	24.38
002282213296	AMITRIPTYLINE HCL	4,932	0.00607	29.94	0.02030	100.12	01/01/1997	29.90
002282213296	AMITRIPTYLINE HCL	4,932	0.00438	21.60	0.01650	81.38	10/01/1997	26.55
002282213396	AMITRIPTYLINE HCL	2,906	0.01019	29.61	0.02780	80.79	08/01/1996	36.65
002282213396	AMITRIPTYLINE HCL	2,906	0.01076	31.27	0.02190	63.64	10/01/1997	49.13
002282214310	CARBAMAZEPINE	19,753	0.08125	1,604.93	0.14930	2,949.12	08/01/1996	54.42
002282214310	CARBAMAZEPINE	19,753	0.07969	1,574.12	0.12750	2,518.51	10/01/1997	62.50
002282222196	HYDROCHLOROTHIAZIDE 25MG	3,001	0.00390	11.70	0.01680	50.42	07/01/1995	23.21
002282222196	HYDROCHLOROTHIAZIDE 25MG	3,001	0.00524	15.73	0.01490	44.71	10/01/1997	35.17
002282226950	METOCLOPRAMIDE 10MG	6,966	0.00691	48.14	0.01880	130.96	08/01/1996	36.76
00332213213	SULFAMETHOXAZOLE/TRIMET	15,859	0.04558	722.85	0.08930	1,416.21	08/09/1996	51.04

* All Stores

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IDAHO WEIGHTED EAC DISCOUNTS

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Myers and Stauffer LC

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	MAC Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of MAC
00332310913	AMOXICILLIN 500MG CAPSULE	6,136	0.06551	401.97	0.22940	1,407.60	01/01/1995	28.56
00332314513	CEPHALEXIN 250MG CAPSULE	4,433	0.06197	274.71	0.11030	488.96	01/01/1997	56.18
00332314513	CEPHALEXIN 250MG CAPSULE	4,433	0.05478	242.84	0.29990	1,329.46	10/01/1997	18.27
00332314713	CEPHALEXIN 500MG CAPSULE	7,994	0.09470	757.03	0.20250	1,618.79	01/01/1997	46.77
00332314713	CEPHALEXIN 500MG CAPSULE	7,994	0.11010	880.14	0.29990	2,397.40	10/01/1997	36.71
00332415534	AMOXICILLIN	60,255	0.01077	648.95	0.01850	1,114.72	08/01/1996	58.22
00364021802	PREDNISON	15,920	0.00451	71.80	0.02630	418.70	05/03/1996	17.15
00364021802	PREDNISON	15,920	0.01078	171.62	0.02400	382.08	10/01/1997	44.92
00364034601	METHOCARBAMOL	2,375	0.04558	108.25	0.06270	148.91	10/01/1997	72.69
00364034701	METHOCARBAMOL	3,475	0.05796	201.41	0.08930	310.32	01/08/1997	64.90
00364034701	METHOCARBAMOL	3,475	0.04875	169.41	0.08700	302.33	10/01/1997	56.03
00364040801	TRIHENYPHENIDYL HCL	24,416	0.08157	1,991.61	0.12070	2,947.01	08/01/1996	67.58
00364046101	PREDNISON	8,334	0.02920	243.35	0.04490	374.20	10/01/1997	65.03
00364737454	NEO/POLYMYXIN/HCL EAR SUSP	6,275	0.43304	2,717.33	0.85650	5,374.54	01/01/1997	50.56
00378003201	METOPROLOL TARTRATE	3,699	0.03980	147.22	0.08250	305.17	01/01/1997	48.24
00378003201	METOPROLOL TARTRATE	3,699	0.04770	176.44	0.07650	282.97	10/01/1997	62.35
00378015201	CLONIDINE HCL	24,956	0.01470	366.85	0.02400	598.94	01/15/1996	61.25
00378015210	CLONIDINE HCL	17,416	0.00796	138.63	0.02400	417.98	07/01/1996	33.17
00378020801	FUROSEMIDE	13,694	0.01856	254.16	0.02100	287.57	01/01/1997	88.38
00378020810	FUROSEMIDE	34,009	0.00843	286.70	0.02100	714.19	01/01/1997	40.14
00378021610	FUROSEMIDE	108,836	0.00958	1,042.65	0.02540	2,764.43	01/01/1997	37.72
00378023110	ATENOLOL 50MG TABLET	4,857	0.02212	107.44	0.04640	225.36	01/01/1997	47.67
00378023110	ATENOLOL 50MG TABLET	4,857	0.02495	121.18	0.04350	211.28	10/01/1997	57.36
00378023201	FUROSEMIDE	7,213	0.03917	282.53	0.05630	406.09	01/03/1997	69.57
00378023201	FUROSEMIDE	7,213	0.03477	250.80	0.04730	341.17	10/01/1997	73.51
00378032105	LORAZEPAM	18,509	0.00758	140.30	0.01730	320.21	07/01/1996	43.82
00378037001	BUMETANIDE 1MG TABLET	4,681	0.15569	728.78	0.32960	1,542.86	08/01/1996	47.24

* All Stores

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Myers and Stauffer LC

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	MAC Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of MAC
00378037001	BUMETANIDE 1MG TABLET	4,681	0.14506	679.03	0.27750	1,298.98	10/01/1997	52.27
00378037201	CIMETIDINE 400MG TABLET	5,058	0.11218	567.41	0.34050	1,722.25	01/01/1997	32.95
00378037201	CIMETIDINE 400MG TABLET	5,058	0.11408	577.02	0.17700	895.27	10/01/1997	64.45
00378037205	CIMETIDINE	3,335	0.09639	321.46	0.34050	1,135.57	01/01/1997	28.31
00378037205	CIMETIDINE	3,335	0.04929	164.38	0.17700	590.30	10/01/1997	27.85
00378045101	NAPROXEN	2,412	0.10220	246.51	0.18230	439.71	11/25/1996	56.06
00378045101	NAPROXEN	2,412	0.10285	248.07	0.18230	439.71	05/12/1997	56.42
00378045105	NAPROXEN	9,065	0.09984	905.05	0.18230	1,652.55	11/25/1996	54.77
00378061410	THIORIDAZINE HCL	4,177	0.01596	66.66	0.03380	141.18	01/01/1997	47.22
00378110501	GLIPIZIDE	4,859	0.03964	192.61	0.06530	317.29	01/01/1997	60.70
00378110501	GLIPIZIDE	4,859	0.03278	159.28	0.06350	308.55	10/01/1997	51.62
00378111001	GLIPIZIDE	3,308	0.06052	200.20	0.11630	384.72	01/01/1997	52.04
00378111001	GLIPIZIDE	3,308	0.05390	178.30	0.11270	372.81	10/01/1997	47.83
00378111005	GLIPIZIDE	1,774	0.04773	84.67	0.11630	206.32	01/01/1997	41.04
00378111005	GLIPIZIDE	1,774	0.05067	89.89	0.11270	199.93	10/01/1997	44.96
00378262510	AMITRIPTYLINE HCL 25MG TAB	21,158	0.00887	187.67	0.02030	429.51	01/01/1997	43.69
00378265010	AMITRIPTYLINE HCL	13,925	0.01570	218.62	0.02780	387.12	08/01/1996	56.47
00378425001	DOXEPIH HCL	7,347	0.05297	389.17	0.06600	484.90	08/01/1996	80.26
00378425001	DOXEPIH HCL	7,347	0.04511	331.42	0.06450	473.88	10/01/1997	69.94
00378641001	DOXEPIH HCL	5,863	0.07277	426.65	0.11250	659.59	08/01/1996	64.68
00378641001	DOXEPIH HCL	5,863	0.05970	350.02	0.10430	611.51	10/01/1997	57.24
00378725001	CEFACLOH	2,481	0.56629	1,404.97	1.33120	3,302.71	01/01/1997	42.54
00378725001	CEFACLOH	2,481	0.46903	1,163.66	0.80250	1,991.00	10/01/1997	58.45
00378760206	CEFACLOH	12,200	0.08857	1,080.55	0.19750	2,409.50	11/25/1996	44.85
00378760206	CEFACLOH	12,200	0.07053	860.47	0.14200	1,732.40	10/01/1997	49.67
00378761006	CEFACLOH	14,463	0.13793	1,994.88	0.35750	5,170.52	08/10/1996	38.58
00378761006	CEFACLOH	14,463	0.12623	1,825.66	0.25530	3,692.40	10/01/1997	49.44

IDAHO WEIGHTED EAC DISCOUNTS

Myers and Stauffer LC

* All Stores

* MAC Drugs Only

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	MAC Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of MAC
00472057216	LINDANE	23,511	0.03698	869.44	0.02800	658.31	03/01/1997	132.07
00472057216	LINDANE	23,511	0.03006	706.74	0.02420	568.97	11/01/1997	124.21
00472075516	CYPROHEPTADINE HCL	2,640	0.00992	26.19	0.01330	35.11	01/01/1994	74.59
00472128516	SULFATRIM	99,567	0.01243	1,237.62	0.01220	1,214.72	03/01/1997	101.89
00472128516	SULFATRIM	99,567	0.01215	1,209.74	0.01560	1,553.25	11/01/1997	77.88
00472132002	NYSTATIN	9,460	0.03917	370.55	0.05200	491.92	08/01/1996	75.33
00472132016	NYSTATIN	9,180	0.02673	245.38	0.03830	351.59	08/01/1996	69.79
00472132016	NYSTATIN	9,180	0.01830	167.99	0.03540	324.97	11/01/1997	51.69
00472136016	ENULOSE	239,690	0.01765	4,230.53	0.02590	6,207.97	08/01/1996	68.15
00472136016	ENULOSE	239,690	0.01052	2,521.54	0.02280	5,464.93	11/01/1997	46.14
00677006410	DIPHENHYDRAMINE HCL	4,207	0.01112	46.78	0.02060	86.66	07/01/1996	53.98
00781107801	ATENOLOL	5,860	0.03609	211.49	0.09090	532.67	10/25/1996	39.70
00781111010	PHENOBARBITAL	2,823	0.00589	16.63	0.01080	30.49	08/01/1996	54.54
00781112301	TRIAMTERENE W/HCTZ	6,681	0.14745	985.11	0.30750	2,054.41	01/01/1997	47.95
00781112301	TRIAMTERENE W/HCTZ	6,681	0.15634	1,044.51	0.23930	1,598.76	10/01/1997	65.33
00781137101	METOPROLOL TARTRATE	3,787	0.04654	176.25	0.08250	312.43	01/01/1997	56.41
00781137101	METOPROLOL TARTRATE	3,787	0.03866	146.41	0.07650	289.71	10/01/1997	50.54
00781183001	PROMETHAZINE 25MG TABLET	3,442	0.02220	76.41	0.03530	121.50	08/01/1996	62.89
00904017580	ACETAMINOPHEN W/CODEINE	15	0.02784	0.42	0.06750	1.01	07/01/1995	41.24
00904148180	FUROSEMIDE	2,032	0.00816	16.58	0.02540	51.61	01/01/1997	32.13
23317016315	NYSTATIN	1,830	0.07676	140.47	0.09700	177.51	11/02/1995	79.13
23317016330	NYSTATIN	12,310	0.05586	687.64	0.07250	892.48	11/02/1995	77.05
23317030115	TRIAMCINOLONE ACETONIDE	185	0.04943	9.14	0.07400	13.69	07/01/1995	66.76
23317030180	TRIAMCINOLONE ACETONIDE	1,640	0.02213	36.29	0.04110	67.40	05/01/1992	53.84
24208058060	GENTAMICIN SULFATE	918	0.29913	274.60	0.50400	462.67	01/01/1997	59.35
24208058060	GENTAMICIN SULFATE	918	0.28700	263.47	0.48000	440.64	10/01/1997	59.79
24208067004	SULFACETAMIDE SODIUM	2,823	0.07351	207.52	0.10500	296.42	09/30/1996	70.01

IDAHO WEIGHTED EAC DISCOUNTS

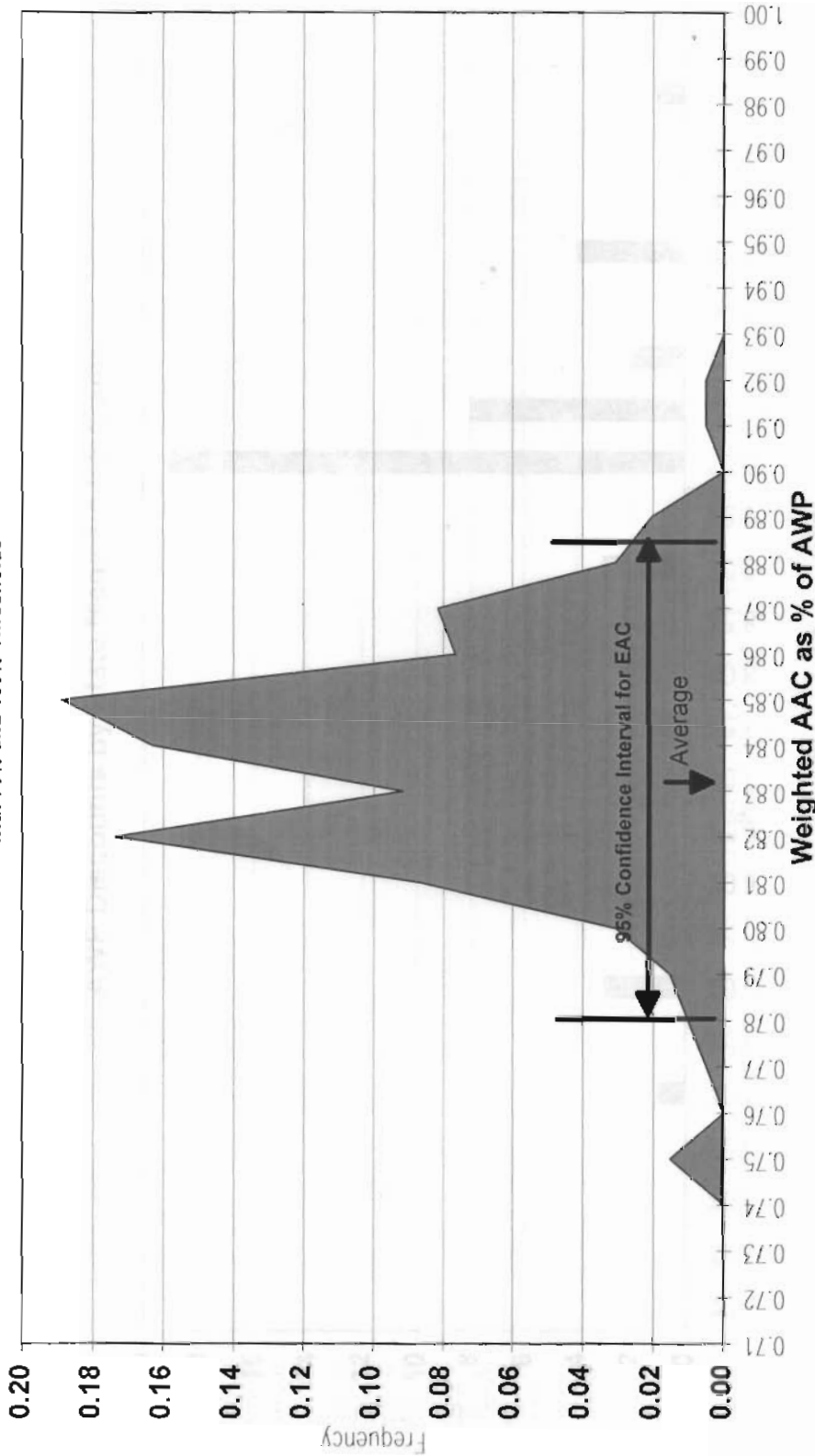
Myers and Stauffer LC

* All Stores

* MAC Drugs Only

NDC	Description	Medicaid Units	AAC Unit Cost	Estimated Cost of Goods	MAC Unit Cost	Estimated Price of Goods	Price Effective Date	Weighted AAC as % of MAC
58177000108	POTASSIUM CHLORIDE	71,632	0.05996	4,295.05	0.10090	7,227.67	08/01/1996	59.43
59762737802	IBUPROFEN	5,865	0.01939	113.72	0.03380	198.24	01/01/1997	57.36
59762737902	IBUPROFEN 600MG TABLET	10,870	0.02478	269.36	0.04430	481.54	08/01/1996	55.94
59762737902	IBUPROFEN 600MG TABLET	10,870	0.02297	249.68	0.03990	433.71	10/01/1997	57.57
59762738002	IBUPROFEN	16,702	0.03597	600.77	0.06150	1,027.17	08/01/1996	58.49
59762738002	IBUPROFEN	16,702	0.04028	672.76	0.05630	940.32	10/01/1997	71.55
59772704601	CAPTOPRIL	5,048	0.04531	228.72	0.06660	336.20	01/01/1997	68.03
59772704601	CAPTOPRIL	5,048	0.02755	139.07	0.05850	295.31	10/01/1997	47.09
59911587201	PROMETHAZINE 25MG TABLET	19,313	0.02277	439.76	0.03530	681.75	08/01/1996	64.50
59930151005	ALBUTEROL SULF 2MG/5ML SYRP	102,674	0.00667	684.84	0.01110	1,139.68	10/01/1997	60.09
59930151504	ALBUTEROL SULFATE	30,485	0.28614	8,722.98	0.51750	15,775.99	08/01/1996	55.29
59930156001	ALBUTEROL	33,634	0.27972	9,408.10	1.29752	43,640.79	08/01/1996	21.56
59930156001	ALBUTEROL	33,634	0.23444	7,885.15	0.43940	14,778.78	10/01/1997	53.35
59930167003	THEOPHYLLINE ANHYDROUS	5,812	0.03570	207.49	0.11250	653.85	01/01/1997	31.73
				315,633.61				
				524,169.07				
				60.22				

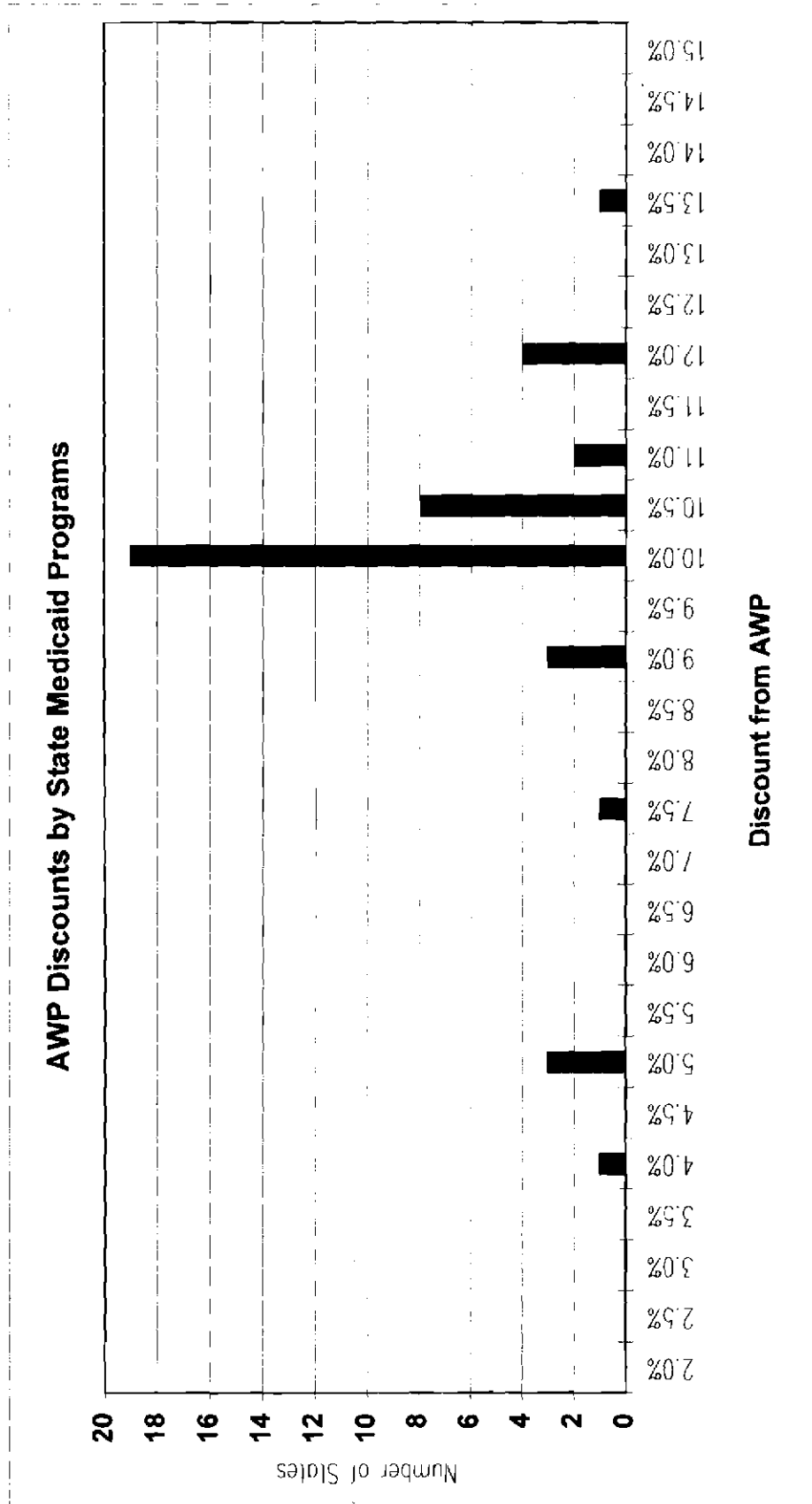
Idaho EAC Discounts for Non-MAC Drugs with 70% and 100% Thresholds



Average AAC (weighted by ID volume):	0.835	95% Confidence Interval for EAC:	0.885	Number of Drugs Included in Analysis:	196
Average AAC:	0.833	Upper Bound:	0.885	Percentage of ID Non-MAC Drug Volume:	58%
Standard Deviation:	0.0265	Lower Bound:	0.781		

90% Confidence Interval for EAC

Upper Bound:	0.876
Lower Bound:	0.790



Source
 Pharmaceutical Benefits Under State Medical Assistance Programs, November 1996, National Pharmaceutical Council, Inc.
 Data is from the 42 states which reimburse using a discount from AWP.

Idaho Acquisition Cost Analysis
Projected Impact of EAC Discounts
 Excludes Drugs From Direct Price Manufacturers

NDC Number	Description	Current Reimbursement - 100% AWP					Reduced Ingredient Reimbursement					
		Paid	Rx	Units	Estimated Disbursing Fee	Ingredient Cost Payment	8.0% EAC Discount	10.0% EAC Discount	11.0% EAC Discount	12.0% EAC Discount	15.0% EAC Discount	
61113074231	PRIOSEC 20MG CAPSULE SA	745,487	6,039	200,421	26,632	718,855	687,978	673,601	666,413	659,224	637,659	
00002411760	ZYPREXA 10MG TABLET	573,884	2,104	71,116	9,279	564,405	528,531	517,243	511,599	505,955	489,023	
000777310502	PROZAC 20MG PULVULE	445,774	4,382	184,382	19,325	426,450	411,658	403,129	398,865	384,600	381,807	
00002411560	ZYPREXA 5MG TABLET	268,935	1,337	50,168	5,896	263,039	247,982	242,631	240,001	237,371	229,479	
00028321120	PAXIL 20MG TABLET	237,290	3,297	107,323	14,540	222,750	219,470	215,015	212,787	210,560	203,877	
50458030006	RISPERDAL 1MG TABLET	229,028	2,513	103,648	11,082	217,947	211,593	207,234	205,055	202,875	193,337	
00300304613	PREVACID 30MG CAPSULE SA	225,626	1,972	64,591	8,697	216,930	208,272	203,933	201,764	198,595	193,087	
00078012705	CLOZARIL 100MG TABLET	218,281	2,223	60,709	9,903	208,478	201,603	197,433	195,348	193,264	187,009	
00074621513	DEPAKOTE 500MG TABLET EC	181,082	1,926	139,922	8,484	172,598	167,275	163,824	162,098	160,372	155,194	
50458030006	RISPERDAL 3MG TABLET	163,960	801	36,313	3,532	160,427	151,125	147,917	146,313	144,708	139,895	
00045065960	ULTRAM 50MG TABLET	145,790	3,045	197,479	13,428	132,362	135,201	132,554	131,231	129,907	125,936	
50458030206	RISPERDAL 2MG TABLET	129,704	758	35,981	3,343	126,361	119,595	117,068	115,804	114,541	110,750	
61113074282	PRIOSEC 20MG CAPSULE SA	129,026	1,138	33,785	5,019	124,008	119,106	116,626	115,386	114,146	110,425	
00071080524	NEURONTIN 300MG CAPSULE	126,564	943	120,039	4,159	122,405	116,772	114,324	113,099	111,875	108,203	
00074621413	DEPAKOTE 250MG TABLET EC	120,946	1,943	169,374	8,569	112,377	111,956	109,708	108,584	107,460	104,089	
00173013555	WELLBUTRIN SR 150MG TAB SA	118,244	1,653	88,250	7,290	110,955	109,368	107,149	106,039	104,930	101,601	
00085045803	CLARITIN 10MG TABLET	110,294	1,830	50,259	8,070	102,224	102,116	100,072	99,049	98,027	94,961	
00087606005	GLUCOPHAGE 500MG TABLET	97,577	2,221	168,250	9,765	87,782	90,554	88,799	87,921	87,043	84,410	
00029485120	RELAFEN 500MG TABLET	95,027	1,420	79,802	6,262	88,764	87,925	86,150	85,263	84,375	81,712	
00026851351	CIPRO 500MG TABLET	90,253	1,249	23,791	5,508	84,745	83,473	81,778	80,931	80,083	77,541	
00025542131	AMBIEN 10MG TABLET	83,594	1,589	42,635	7,007	76,576	77,458	75,926	75,161	74,395	72,097	
00074258660	BIAXIN 500MG TABLET	82,439	1,186	24,285	5,230	77,209	76,263	74,718	73,946	73,174	70,858	
00087081941	BUSPAR 10MG TABLET	80,856	834	70,052	3,678	77,178	74,682	73,138	72,366	71,595	69,278	
50458043010	PROPRISOL 10MG TABLET	79,241	1,142	108,806	5,036	74,205	73,305	71,821	71,079	70,337	68,110	
00025138131	DAYPRO 600MG CAPLET	75,705	1,034	53,808	4,560	71,145	70,013	68,590	67,879	67,167	65,033	
00074621553	DEPAKOTE 500MG TABLET EC	74,595	726	57,227	3,202	71,393	68,883	67,455	66,741	66,028	63,886	
00173064255	LAMICTAL 100MG TABLET	74,362	521	39,611	2,298	72,064	68,597	67,155	66,435	65,714	63,552	
59930158001	ALBUTEROL 90MCG INHALER	73,064	3,498	67,267	18,819	54,244	73,064	73,064	73,064	73,064	73,064	
55953054435	RANITIDINE 150MG TABLET	72,243	1,056	54,297	4,657	67,586	66,836	65,485	64,809	64,133	62,105	
00002831501	HUMULIN N 100U/ML VIAL	69,273	2,246	33,708	9,905	59,368	64,524	63,336	62,743	62,149	60,368	
All Other Drugs		11,908,538	422,287	26,045,132	2,092,339	9,816,199	11,253,461	11,089,682	11,007,807	10,925,922	10,680,268	
TOTAL		17,126,473	478,913	28,583,512	2,345,452	14,781,021	16,078,550	15,816,569	15,685,579	15,554,588	15,161,617	
Projected Savings							1,047,923	1,309,904	1,440,894	1,571,885	1,964,856	
Projected Reduction in Reimbursement							6.1%	7.6%	8.4%	9.2%	11.5%	
Savings with Fee Increase of \$1.00							569,010	830,991	981,981	1,092,972	1,485,943	
Projected Reduction in Reimbursement with Fee Increase of \$1.00							3.3%	4.9%	5.6%	6.4%	8.7%	

Notes

- 1) Analysis is based on historical drug volume provided by EDS.
- 2) Dispensing fee is calculated as \$4.41 for regular Rx, \$5.38 for unit dose Rx.
- 3) Reimbursement is typically the lesser of the reimbursement formula or the pharmacy's usual and customary charge. To the extent that usual and customary charges are below the current reimbursement, savings may be reduced.
- 4) EAC discounts applied only to non-MAC drugs.
- 5) Drugs from "Direct Price" manufacturers account for an additional \$9,000 prescriptions and \$2.50 million in paid claims or approximately 13% of total volume.

Myers and Stauffer LC

IDAHO XLS [Fiscal Impact]

11/30/98

**Idaho Drug Acquisition
Cost Study**

**Addendum: Pharmacy Professional
Dispensing Fees**

Pharmacy Professional Dispensing Fees

The two primary components for reimbursement of pharmaceuticals are drug ingredient cost and dispensing fee. The dispensing, or professional, fee is paid to pharmacies to cover their overhead and labor costs. Federal regulations at 42 CFR 447.331-333 require states to establish a reasonable dispensing fee and to document their pharmacy reimbursement methodology in their state plan. Dispensing fees for Medicaid programs have typically been based on an analysis of costs incurred by pharmacies within the state and tend to vary somewhat from state to state. Unfortunately, in many cases these underlying cost studies have been conducted ten or more years in the past with only periodic adjustments.

Dispensing fees paid by Medicaid programs as of January 1998, range from \$2.50 to \$5.77, with the unweighted mean being \$4.18 and the median being \$4.10 (Table 1). Sixty percent of the states have dispensing fees between \$4.00 and \$5.00. These statistics include the Idaho fee and used the lowest dispensing fee of a state reimbursing a range of dispensing fees, the urban dispensing fee, the outpatient dispensing fee, or the brand dispensing fee when there was a choice of dispensing fees.

Myers and Stauffer performed surveys of dispensing costs in the states of Arkansas and Kentucky in 1998. For the state of Arkansas, the mean total cost per prescription was \$4.71 when weighted by total prescription volume of each pharmacy and was \$4.94 when weighted by Medicaid prescription volume. In Kentucky, the mean total cost per prescription was \$4.89 when weighted by total prescription volume of each pharmacy and was \$4.90 when weighted by Medicaid prescription volume.

It should be noted that cost findings from one state do not necessarily hold true in another state due to regional differences in pharmacies' costs and business practices. Although the studies in Arkansas and Kentucky yielded a similar average cost per prescription, our analysis revealed some differences in the underlying cost basis. For example, in Arkansas, pharmacies with a chain affiliation were found to have statistically significant lower dispensing costs than independent pharmacies. However, this relationship was not observed in Kentucky. Similar differences may be true in regard to rural versus urban pharmacies, traditional versus unit dose prescriptions, etc.

Although the dispensing fee and ingredient reimbursement together determine the equity of total reimbursement, there is not a consistent relationship between dispensing fee and ingredient cost reimbursement among state Medicaid programs. Pharmacy ingredient reimbursement rates range from AWP to AWP - 15.1% despite only slight differences in purchasing costs across regions of the country.¹ The unweighted mean ingredient reimbursement rate is AWP - 9.84% and the

¹Adams, K.A., Kreling, D.H., Gondek, K. "State Medicaid Pharmacy Payments and their Relation to Estimated Costs," Health Care Financing Review, Spring 1994, Volume 15, Number 3, pp. 25-42.

median ingredient reimbursement rate is AWP - 10%.²

Presumed differences among individual states' characteristics was the basis for a recent federal court decision in Pennsylvania³ which may have an impact on the manner in which state Medicaid agencies set dispensing fees. The decision ruled against the state's Medicaid payment rates for prescription drugs citing a failure to ensure that payments are "efficient, economical, maintain quality of care, and provide equal access." Pennsylvania's reimbursement schedule was modeled after 13 private third party payers in the state and included a limited cost survey. The ruling emphasized the importance of a dispensing fee customized to reflect the characteristics of the state, rather than one based on comparisons to other states, and reiterated the need for fees based on a dispensing cost survey performed on an individual state basis.

Despite this particular court's ruling that Medicaid dispensing fees be based on costs within a state, Medicaid's reimbursement for prescription drugs are typically in excess of other third party payers. In a recent survey by Myers and Stauffer of 302 private payer plan types, the median reimbursement for ingredient cost was AWP - 12% and the median dispensing fee was \$2.50.

²Pharmaceutical Benefits Under State Medical Assistance Programs, November 1996, National Pharmaceutical Council, Inc.

³ See *Rite Aide et al v. Houstoun*, Civil Action No. 97-2120 (E.D. PA Aug 28, 1998)

TABLE 1
Medicaid Pharmacy Reimbursement
As of January 1, 1998

State	Dispensing Fee	Dispensing Type	Dispensing Fee	Type	Ingredient Reimbursement	Other or Multi-Source	OTC fee	OTC Ingredient reimbursement
Alabama	\$5.40					WAC+9.2%	\$5.40	WAC + 9.2%
Alaska	\$3.45	-	\$11.46	range	AWP-5%		\$3.45 - \$11.46	AWP-5%
Arizona								
Arkansas	\$4.51	+ .103 (EAC)		mixed	AWP-10.5%			EAC x 1.5 - .5, FUL x 1.5 - .5
California	\$4.05				AWP-5%			
Colorado	\$4.08				AWP-10%	# WAC+18%		
Connecticut	\$4.10				AWP-12%	@		AWP + .5
Delaware	\$3.65				AWP-12.9%	AAC		
District of Columbia	\$4.50				AWP-10%			
Florida	\$4.23					WAC+7%		
Georgia	\$4.41	-	\$15.00	range	AWP-10%	#	\$4.41	AWP-10%
Hawaii	\$4.67				AWP-10.5%			
Idaho	\$4.41		\$5.38	unit dose	AWP			
Illinois	\$3.30	-	\$15.00	range	AWP-10%	AWP-12%		
Indiana	\$4.00				AWP-10%			State MAC
Iowa	\$4.02	-	\$6.25	range	AWP-10%			
Kansas ^	\$4.95	-	\$2.52-\$6.71	range	AWP-10%			
Kentucky	\$4.75	O/P	\$5.75	LTC	AWP-10%			
Louisiana	\$5.77				AWP-10.5%			
Maine	\$3.35	-	\$5.35	range	AWP-10%			
Maryland	\$4.66					WAC+10%		
Massachusetts	\$3.00					WAC+10%		
Michigan	\$3.72				AWP-13.5%	or		
Minnesota	\$4.10				AWP-9%			
Mississippi	\$4.91				AWP-10%		lower of	AWP x 1.5, AWP + 4.91, shelf
Missouri	\$4.09				AWP-10.43%			
Montana	\$4.08	-	4.14(+.75 U.D.)	range	AWP-10%			
Nebraska	\$2.84	-	\$5.05	range	AWP-8.71%		lower of	Cost x 1.5, Cost + D. fee, shelf
Nevada	\$4.64				AWP-10%		\$4.84	AWP - 10%
New Hampshire	\$2.50				AWP-12%			
New Jersey	\$3.73	-	\$4.07	range	AWP-10%			
New Mexico	\$4.00				AWP-10.5%			
New York	\$4.50	brand	\$5.50	generic	AWP-10%			
North Carolina	\$5.60				AWP-10%			
North Dakota	\$4.60				AWP-10%			
Ohio	\$3.50				AWP-7.5%		\$3.50	AWP - 7.5%
Oklahoma	\$4.15				AWP-10.5%			
Oregon	\$3.80	-	\$4.16	range	AWP-11%			
Pennsylvania	\$4.00				AWP-10%		\$4.00	State MAC Cost x 1.5, Cost + \$4.55, U & C
Rhode Island	\$3.40		\$2.85	LTC		WAC+5%	lower of	AWP-10%
South Carolina	\$4.05				AWP-10%			
South Dakota	\$4.75	-	\$5.55	range	AWP-10.5%			
Tennessee	\$2.50				AWP -13%			
Texas &	\$5.38	+0.15 delivery fee			AWP-15%	lower	lower of	Cost x 1.5, Cost + \$4.55, U & C
Utah	\$3.90	urban	\$4.40	rural	AWP-12%		\$1.00	AWP - 12%
Vermont	\$4.25				AWP-10%			
Virginia	\$4.25				AWP-9%			
Washington	\$3.72	-	\$4.59	range	AWP-11%	*		
West Virginia	\$3.90				AWP-12%			
Wisconsin	\$4.69		\$6.67	unit dose	AWP	or		
Wyoming	\$4.70				AWP-4%			AWP x 1.5

*Actual Acquisition Cost (ACC) for injectables, vaccines, biologicals, etc.

WAC = Wholesalers Acquisition Cost; AWP = Average Wholesale Price; EAC = Estimated Acquisition Price;

Limited to usual and customary of 3rd party payors

@ Pays incentive fee for generic substitution

^ Average fee was available and reported

& Total reimbursement is (EAC + \$5.27) + 2% + \$.15 delivery fee capped at \$200

Source: As reported by state drug program administrators